

BSE REPORT

1st Semester Results 2024



6 Month Performance 2024

- ☑ 20.6 mil EBITDA
- ☑ 8% decrease in Turnover
- ☑ Net Turnover: 85.55 million lei

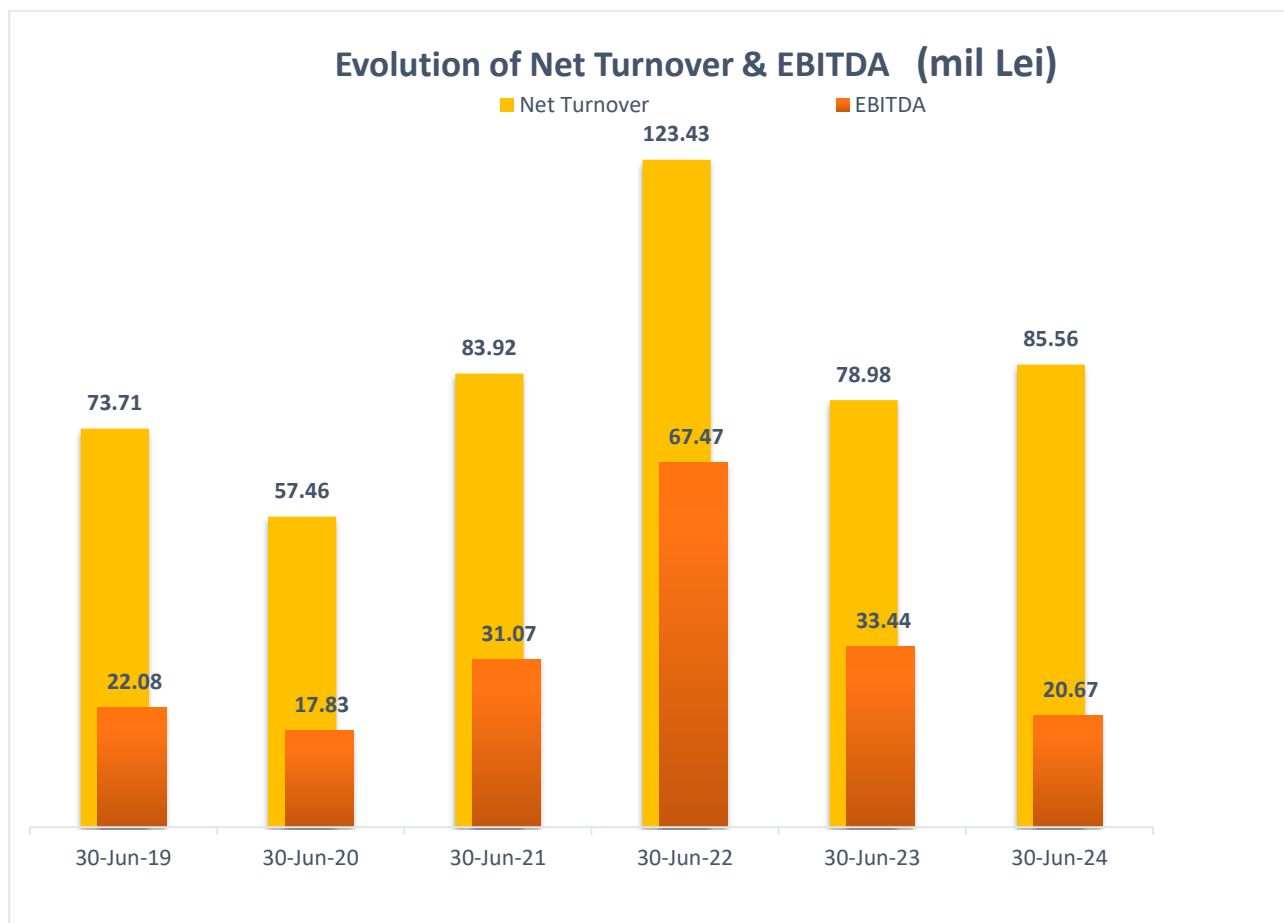
General Manager Statement

The first semester of 2024 has presented a challenging market environment, yet we have still performed well and, most importantly, allocated significant resources for investment and development. Over time, we have demonstrated the ability to turn challenges into opportunities, a striking example being our achievement of the leading position in the ceramic blocks market in 2023. Our experience has taught us not only how to manage failures, but also how to enjoy success without getting carried away by it.

In the medium term, we are betting on a recovery in demand and focusing on development by investing in improving product quality and creating new products that are increasingly well-adapted to the market. Sustainability and energy efficiency of the construction materials we produce are essential priorities for us, as we are mindful of the responsibility we have toward the future.

Our commitment is firm and constant: we aim to develop an industrial group of construction materials capable of offering innovative and competitive products for beneficiaries while simultaneously strengthening a business ecosystem alongside other Romanian entrepreneurs who share our values.

Profit and loss Account – 6 Month Results 2024



In an unstable macroeconomic context, the construction materials market started to register slight growth.

CEMACON sales followed the same market trend, so that for the first 6 months of 2024, the net turnover is 85 million lei, an increase of 8% compared to the similar period of 2023.

In the category of other operating income, the EUA certificates from the period are highlighted, and the income from the variation of stocks reflects the production activity of the period. Expenses for raw materials and consumables increased by 19% compared to the previous period, while personnel costs increased by 6%. Depreciation expenses increased as a result of the commissioning of the investments completed in the first part of the year.

For the period ended June 30, 2024 CEMACON has an EBITDA of 20.666.040 lei and a net profit of 10.706.352 lei.

Profit and loss Account – 6 Month Results 2024

	30-Jun-24 LEI	30-Jun-23 LEI	2024 vs 2023 LEI	2024 vs 2023 %
Gross Turnover	91,281,772	92,896,654	(1,614,882)	-2%
Net Turnover	85,558,166	78,983,042	6,575,124	8%
Sales revenues	85,007,009	78,972,692	6,034,317	8%
Other operating revenues	7,686,903	14,961,165	(7,274,263)	-49%
Other gains and losses	7,873,499	5,713,391	2,160,108	38%
Change in inventories of FG & WIP	(1,831,010)	8,860,181	(10,691,190)	-121%
Raw materials and consumables	(19,184,206)	(16,173,533)	(3,010,673)	19%
Personnel expenses	(26,064,156)	(24,570,980)	(1,493,176)	6%
Other operating expenses	(32,821,999)	(34,321,964)	1,499,965	-4%
EBITDA	20,666,040	33,440,952	(12,774,912)	-38%
Depreciation and amortization expenses	(9,626,117)	(7,649,511)	(1,976,606)	26%
EBIT	11,040,097	25,791,441	(14,751,344)	-57%
Financial Income	2,934,729	4,065,512	(1,130,783)	-28%
Financial Expenses	(2,319,914)	(1,168,717)	(1,151,197)	99%
Financial result	614,815	2,896,795	(2,281,980)	-79%
Profit before tax*	11,654,738	28,688,237	(17,033,499)	-59%
Income tax expenses	(948,385)	-	(948,385)	0%
Profit after tax	10,706,352	28,688,237	(17,981,885)	-63%
Total other elements of other Comprehensive income	(93,645)	-	(93,645)	0%
Comprehensive income total	10,612,706	28,688,237	(18,075,531)	-63%

*At the time of presentation of the results for Semester 1 2023, no other comprehensive income and deferred tax items have been computed.

** EBITDA = Operating profit + Expenses with depreciation + Financial discounts granted - Income impairment of non-current assets

Statement of financial position – Results 30th of June 2024

ACTIVE (ASSETS)	30-Jun-24	31-Dec-23	2024 vs 2023	2024 vs 2023
ACTIVE IMOBILIZATE			LEI	%
Imobilizari corporale	378,701,110	367,435,054	11,266,056	3%
Investitii imobiliare	8,885,960	8,885,960	-	0%
Imobilizari necorporale	16,757,871	18,463,910	(1,706,039)	-9%
Fond comercial	4,865,558	4,865,558	-	
Drept de utilizare a activelor in leasing	13,473,920	15,607,366	(2,133,446)	-14%
Investitii in actiuni	1,000	1,000	-	
Alte active imobilizate	875,098	822,662	52,436	6%
Total Active Imobilizate	423,560,517	416,081,510	7,479,007	2%
ACTIVE CIRCULANTE				
Stocuri	36,926,005	37,406,837	(480,832)	-1%
Creante comerciale si similare	27,186,016	39,407,393	(12,221,377)	-31%
Alte active	27,051,285	27,335,449	(284,165)	-1%
Numerar si echivalente numerar	73,174,001	88,044,885	(14,870,885)	-17%
Total Active Circulante	164,337,307	192,194,564	(27,857,257)	-14%
<i>Active clasificate drept detinute în vederea vânzării</i>	-	-	-	
TOTAL ACTIVE (TOTAL ASSETS)	587,897,824	608,276,073	(20,378,249)	-3%
DATORII (LIABILITIES)				
DATORII CURENTE				
Datorii comerciale si similare	34,470,967	51,764,048	(17,293,081)	-33%
Alte datorii (garantii)	121,928	71,794	-	0%
Imprumuturi	12,619,948	12,685,230	(65,282)	-1%
Datorii din operatiuni de leasing	833,400	816,258	17,142	2%
Obligatii din leasing financiar	1,496,271	1,503,553	(7,282)	0%
Subventii pentru investitii	9,314,380	3,460,812	5,853,568	169%
Datorii privind impozitul pe profit	-	2,499,091	(2,499,091)	-100%
Provizioane	6,154,593	12,196,018	(6,041,425)	-50%
Total Datorii Curente	65,011,487	84,996,805	(19,985,318)	-24%
DATORII PE TERMEN LUNG				
Datorii comerciale si similare	-	-	-	
Alte datorii	6,500,719	6,357,251	143,468	0%
Imprumuturi	63,458,025	69,768,765	(6,310,740)	0%
Datorii din operatiuni de leasing	4,072,738	4,491,370	(418,632)	-9%
Obligatii din leasing financiar	413,772	1,056,467	(642,695)	-61%
Subventii pentru investitii	15,115,560	16,175,142	(1,059,582)	-7%
Impozit amanat	18,807,092	18,807,092	-	0%
Provizioane	2,877,336	2,877,336	-	0%
Total Datorii Termen Lung	111,245,241	119,533,424	(8,288,182)	-7%
TOTAL DATORII (TOTAL LIABILITIES)	176,256,728	204,530,227	(28,273,499)	-14%

ACTIVE NETE (NET ASSETS)	411,641,101	403,745,846	7,895,254	2%
CAPITAL SI REZERVA (EQUITY)				
Capital social	102,745,391	102,745,391	-	0%
TOTAL CAPITALURI (TOTAL EQUITY)	411,641,101	403,745,846	7,895,255	2%

Fixed assets registered significant increases due to the increase in the value of tangible assets, the commissioning of the new line of clinkered tiles at the Recea location, as well as the acquisition by CEMACON SA of EURO CARAMIDA S.A., a transaction started in January of this year and completed on July 26, 2023 when ORC Bihor issued the certificate of registration and the resolution attesting the transfer of the ownership right over EURO CARAMIDA S.A. shares.

Current assets decreased as a result of the decrease in available cash, the other asset elements not being significantly affected.

In the area of debts, the main changes are in the area of commercial debts and debts to the environmental fund regarding EUA compliance, which are reduced, as well as the increases in the area of loans, generated by accessing a long-term loan.

Main Financial Ratios

Indicatori financiari relevanti	30-Iunie-24
1. Current liquidity indicator	3.14
2. Leverage indicator	18%
3. Turnover speed for client debit items (days)	102
4. Turnover speed for total assets	23%

Consolidated Results of CEMACON SA Group

Information on the presentation of CEMACON Group SA.

CEMACON SA is a Romanian legal entity. with registered office in loc.Cluj-Napoca. str.Calea Turzii. nr.178K. Hexagon Offices building. 1st floor. jud.Cluj . ROMANIA. The company's main activity is "Manufacture of bricks, tiles and other construction products. din argila arsa". According to CAEN code 2332.

In 2023. CEMACON SA acquired 100% of the share capital of EURO CARAMIDA S.A., a ceramic blocks factory, having its main activity according to CAEN code 2332, located in Bihor county. Biharia municipality. ROMANIA.

The acquisition was reported to the investing public through the current reports no. 6165/19.06.2023 and no.7416/27.07.2023. published on the website of the Bucharest Stock Exchange and on the website of CEMACON SA.

As a result of the acquisition, EURO CARAMIDA S.A. became an affiliated part of CEMACON SA, and is currently in the process of integrating the Biharia plant into the CEMACON ecosystem.

The individual financial statements of EURO CARAMIDA SA are prepared in accordance with OMFP 1802/2012.

The financial statements of the controlled subsidiary have been prepared for the same reporting period as those of the parent company using the same accounting policies. Even though the financial statements of SC EURO CARAMIDA were prepared after OMFP 1802/2012. for consolidation purposes the necessary adjustments were made to reflect the accounting policies of the parent company.

International Financial Reporting Standards (IFRS) have been applied in the preparation of the consolidated financial statements.

Profit and loss Account - 6 Months Results 2024 Consolidated

	30-Jun-24	30-Jun-23	2024 vs 2023	2024 vs 2023
	LEI	LEI	LEI	%
Gross Turnover	105,577,590	92,896,654	12,680,936	14%
Net Turnover	99,154,664	78,983,042	20,171,622	26%
Sales revenues	93,411,757	78,972,692	14,439,065	18%
Other operating revenues	9,704,010	14,961,165	(5,257,156)	-35%
Other gains and losses	10,537,031	5,713,391	4,823,640	84%
Change in inventories of FG & WIP	901,247	8,860,181	(7,958,934)	-90%
Raw materials and consumables	(18,772,891)	(16,173,533)	(2,599,358)	16%
Personnel expenses	(30,129,404)	(24,570,980)	(5,558,424)	23%
Other operating expenses	(40,607,315)	(34,321,964)	(6,285,351)	18%
EBITDA	25,044,434	33,440,952	(8,396,518)	-25%
Depreciation and amortization expenses	(16,079,605)	(7,649,511)	(8,430,094)	110%
EBIT	8,964,829	25,791,441	(16,826,612)	-65%
Financial Income	2,215,376	4,065,512	(1,850,136)	-46%
Financial Expenses	(2,336,563)	(1,168,717)	(1,167,846)	100%
Financial result	(121,187)	2,896,795	(3,017,982)	-104%
Profit before tax*	8,843,642	28,688,237	(19,844,595)	-69%
Income tax expenses	(948,385)	-	(948,385)	0%
Profit after tax	7,895,257	28,688,237	(20,792,980)	-72%
Total other elements of other Comprehensive income		-	-	0%
Comprehensive income total	7,895,257	28,688,237	(20,792,980)	-72%

Statement of financial position Consolidated 6 Month Results

	30-Jun-24	31-Dec-23	2024 vs 2023 LEI	2024 vs 2023 %
NON-CURRENT ASSETS				
Property, plant and equipment	378,701,110	367,435,054	11,266,056	3%
Investment property	8,885,960	8,885,960	-	0%
Intangible	16,757,871	18,463,910	(1,706,039)	-9%
Goodwill	4,865,558	4,865,558	-	
Rights of use assets	13,473,920	15,607,366	(2,133,446)	-14%
Investments	1,000	1,000	-	
Other non-current assets	875,098	822,662	52,436	6%
NON-CURRENT ASSETS TOTAL	423,560,517	416,081,510	7,479,007	2%
CURRENT ASSETS				
Inventories	36,926,005	37,406,837	(480,832)	-1%
Trade and other receivables	27,186,016	39,407,393	(12,221,377)	-31%
Other assets	27,051,285	27,335,449	(284,165)	-1%
Cash and cash equivalents	73,174,001	88,044,885	(14,870,885)	-17%
CURRENT ASSETS TOTAL	164,337,307	192,194,564	(27,857,257)	-14%
	-	-	-	
TOTAL ASSETS	587,897,824	608,276,073	(20,378,249)	-3%
CURRENT LIABILITIES				
Commercial and similar debts	34,470,967	51,764,048	(17,293,081)	-33%
Trade and other payables	121,928	71,794	-	0%
Loans and borrowings	12,619,948	12,685,230	(65,282)	-1%
Lease liabilities	833,400	816,258	17,142	2%
Obligations under finance leases	1,496,271	1,503,553	(7,282)	0%
Grants received	9,314,380	3,460,812	5,853,568	169%
Corporate tax liabilities	-	2,499,091	(2,499,091)	-100%
Provisions	6,154,593	12,196,018	(6,041,425)	-50%
CURRENT LIABILITIES TOTAL	65,011,487	84,996,805	(19,985,318)	-24%
NON-CURRENT LIABILITIES				
Commercial and similar debts	-	-	-	
Other liabilities	6,500,719	6,357,251	143,468	0%
Loans	63,458,025	69,768,765	(6,310,740)	0%
Obligations under finance leases	4,072,738	4,491,370	(418,632)	-9%
Financial leasing obligations	413,772	1,056,467	(642,695)	-61%
Grants received	15,115,560	16,175,142	(1,059,582)	-7%
Tax liability	18,807,092	18,807,092	-	0%
Provisions	2,877,336	2,877,336	-	0%
NON-CURRENT LIABILITIES TOTAL	111,245,241	119,533,424	(8,288,182)	-7%
TOTAL LIABILITIES	176,256,728	204,530,227	(28,273,499)	-14%

NET ASSETS	411,641,101	403,745,846	7,895,254	2%
EQUITY				
Issued capital as per IFRS	102,745,391	102,745,391	-	0%
TOTAL EQUITY	411,641,101	403,745,846	7,895,255	2%

The report, together with the related documents, can be consulted starting with **30 August 2024 at 18:00** at the company headquarters on Calea Turzii Street, no. 178K, Hexagon Offices, Cluj-Napoca or electronically on the company's website: www.cemacon.ro and on the Bucharest Stock Exchange website: www.bvb.ro

The results presented are prepared in accordance with IFRS standards and are preliminary, and will be subject to financial audit according to legal provisions.

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Cluj Napoca, August 30

FINANCIAL STATEMENTS INDIVIDUAL UNAUDITED for the period ending on 30 June 2024

PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS



CEMACON

SC CEMACON SA
FISCAL COD 677858
TRADE REGISTER
J12/2466/2012

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CEMACON SA
Individual statement of financial position
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

Statement of financial position - Results 30 Iunie 2024

	30-Jun-24	31-Dec-23	2024 vs 2023	2024 vs 2023
	LEI	LEI	LEI	%
NON-CURRENT ASSETS				
Property, plant and equipment	237,803,043	238,955,811	(1,152,768)	0%
Investment property	8,885,960	8,885,960	-	0%
Intangible	4,020,718	4,454,414	(433,695)	-10%
Rights of use assets	13,473,920	15,607,366	(2,133,446)	-14%
Investments	127,489,922	127,489,922	-	
Other non-current assets	625,971	595,277	30,694	5%
NON-CURRENT ASSETS TOTAL	392,299,535	395,988,750	(3,689,215)	-1%
CURRENT ASSETS				
Inventories	23,713,970	28,717,266	(5,003,296)	-17%
Trade and other receivables	53,877,080	48,204,961	5,672,119	12%
Other assets	21,758,291	21,935,009	(176,719)	-1%
Cash and cash equivalents	70,752,233	85,260,298	(14,508,065)	-17%
CURRENT ASSETS TOTAL	170,101,574	184,117,535	(14,015,961)	-8%
<i>Active clasificate drept detinute în vederea vânzării</i>	-	-	-	
TOTAL ASSETS	562,401,109	580,106,285	(17,705,176)	-3%
CURRENT LIABILITIES				
Trade and other payables	27,648,456	43,899,413	(16,250,957)	-37%
Other debts	121,928	45,039	76,889	
Loans and borrowings	12,569,677	12,685,230	(115,553)	-1%
Lease liabilities	833,400	816,258	17,142	2%
Obligations under finance leases	1,496,271	1,503,553	(7,282)	0%
Grants received	5,877,859	1,072,629	4,805,230	448%
Corporate tax liabilities	-	2,499,091	(2,499,091)	
Provisions	5,592,566	11,742,289	(6,149,723)	-52%
CURRENT LIABILITIES TOTAL	54,140,157	74,263,503	(20,123,346)	-27%
NON-CURRENT LIABILITIES				
Other liabilities	6,500,719	6,357,251	143,468	0%
Loans	63,458,025	69,768,765	(6,310,740)	0%
Obligations under finance leases	4,072,738	4,491,370	(418,632)	-9%
Financial leasing obligations	413,772	1,056,467	(642,695)	-61%
Grants received	15,115,560	16,175,142	(1,059,582)	-7%
Tax liability	2,437,896	2,437,896	-	0%
Provisions	2,877,336	2,877,336	-	0%
NON-CURRENT LIABILITIES TOTAL	94,876,045	103,164,228	(8,288,182)	-8%
TOTAL LIABILITIES	149,016,202	177,427,730	(28,411,528)	-16%

CEMACON SA
Standalone Statement of financial position
for the period ended 30 June 2024
(all amounts are expressed in RON, unless otherwise stated)

NET ASSETS	413,384,906	402,678,554	10,706,352	3%
EQUITY				
Issued capital as per IFRS	102,745,391	102,745,391	-	0%
TOTAL EQUITY	413,384,906	402,678,554	10,706,352	3%

CEMACON SA
Individual situation of the overall result
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

	30-Jun-24 LEI	30-Jun-23 LEI	2024 vs 2023 LEI	2024 vs 2023 %
Gross Turnover	91,281,772	92,896,654	(1,614,882)	-2%
Net Turnover	85,558,166	78,983,042	6,575,124	8%
Sales revenues	85,007,009	78,972,692	6,034,317	8%
Other operating revenues	7,686,903	14,961,165	(7,274,263)	-49%
Other gains and losses	7,873,499	5,713,391	2,160,108	38%
Change in inventories of FG & WIP	(1,831,010)	8,860,181	(10,691,190)	-121%
Raw materials and consumables	(19,184,206)	(16,173,533)	(3,010,673)	19%
Personnel expenses	(26,064,156)	(24,570,980)	(1,493,176)	6%
Other operating expenses	(32,821,999)	(34,321,964)	1,499,965	-4%
EBITDA	20,666,040	33,440,952	(12,774,912)	-38%
Depreciation and amortization expenses	(9,626,117)	(7,649,511)	(1,976,606)	26%
EBIT	11,040,097	25,791,441	(14,751,344)	-57%
Financial Income	2,934,729	4,065,512	(1,130,783)	-28%
Financial Expenses	(2,319,914)	(1,168,717)	(1,151,197)	99%
Financial result	614,815	2,896,795	(2,281,980)	-79%
Profit before tax*	11,654,738	28,688,237	(17,033,499)	-59%
Income tax expenses	(948,385)	-	(948,385)	0%
Profit after tax	10,706,352	28,688,237	(17,981,885)	-63%
Total other elements of other Comprehensive income	(93,645)	-	(93,645)	0%
Comprehensive income total	10,612,706	28,688,237	(18,075,531)	-63%

CEMACON SA
Individual cash flow statement
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

	30-Jun-24	30-Jun-23
	LEI	LEI
<i>Cash flow from operating activities</i>		
<i>Customer encashments</i>	105,567,509	94,691,011
<i>Supplier payments</i>	(57,372,960)	(57,130,355)
<i>Payments to employees</i>	(16,875,366)	(17,343,802)
<i>Tax Payments</i>	(20,969,063)	(11,746,605)
<i>Income Tax Paid</i>	(2,499,090)	(710,710)
<i>Insurance encashments</i>	39,219	30,351
<i>Insurance payments</i>	(437,020)	(490,575)
<i>Interest Paid</i>	(1,920,575)	(123,819)
<i>Payments for short-term leasing and low-value assets</i>	(260,479)	(203,942)
<i>Cash from operating activities</i>	5,272,176	6,971,555
<i>Cash flow from investing activities</i>		
<i>Payments for acquiring assets</i>	(6,978,827)	(36,133,051)
<i>Encashments from sold assets</i>	24,283	229,313
<i>Encashments from interest</i>	2,735,310	3,203,282
<i>Loans to affiliated parties</i>	(7,500,000)	(17,565,503)
<i>Payments for the purchase of shares</i>	-	(121,294,047)
<i>Other Encashments</i>	-	3,462,009
<i>Cash from investing activities</i>	(11,719,234)	(168,097,998)

CEMACON SA
Individual cash flow statement
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

Cash flow from financing activities

Encashments from loans	-	88,511,010
Payment of debts related to financial-capital leasing	(1,456,339)	(1,304,503)
Payment of debts related to financial leasing-interest	(257,220)	(209,905)
Credit repayments	(6,342,190)	-
<i>Cash from financing activities</i>	(8,055,749)	86,996,602
<i>Effect of exchange rate changes</i>	(5,258)	222,618
<i>Net increase/decrease in cash and cash equivalents</i>	(14,508,065)	(73,907,223)
<i>Cash and cash equivalents at beginning of period</i>	85,260,298	133,909,885
<i>Cash and cash equivalents at end of period</i>	70,752,233	60,002,662

CEMACON SA
Statement of standalone changes in equity
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

	Issued capital and adjustments	Share premium	Reevaluation reserves	Legal reserves	Other reserves	Undistributed result	Other capital elements	Total
31-Dec-22	102,745,392	21,735,848	31,455,172	13,361,890	53,179,602	152,527,602	(3,508,324)	371,497,182
Current global result	-	-	-	-	-	31,087,727	-	31,087,727
Share Capital Increase	-	-	-	-	-	-	-	-
Share Premium Increase	-	-	-	-	-	-	-	-
Capitalised differences related to deffered tax	-	-	-	-	-	-	93,645	93,645
Legal Reserve	-	-	-	1,554,386	-	(1,554,386)	-	-
Other reserve	-	-	-	-	29,533,341	(29,533,341)	-	-
31-Dec-23	102,745,392	21,735,848	31,455,172	14,916,276	82,712,943	152,527,602	(3,414,679)	402,678,554
Current global result	-	-	-	-	-	10,706,352	-	10,706,352
Share Capital Increase	-	-	-	-	-	-	-	-
Share Premium Increase	-	-	-	-	-	-	-	-
Capitalised differences related to deffered tax	-	-	-	-	-	-	-	-
Legal Reserve	-	-	-	582,737	-	(582,737)	-	-
Other reserve	-	-	-	-	-	-	-	-
30-Jun-24	102,745,391	21,735,848	31,455,172	15,499,013	82,712,943	162,651,219	(3,414,679)	413,384,906

CEMACON SA
Notes to the Individual Financial Statements e
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

1. Legal principles

The individual interim financial statements as at 30 June 2024 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The condensed interim individual financial statements contained in this report are unaudited and have not been reviewed by an external auditor.

The interim individual financial statements do not include all the information and items disclosed in the annual financial statements, and should be read in conjunction with the annual individual financial statements, prepared as at 31 December 2023.

Selected explanatory notes are included to explain events and transactions that are important to understanding the changes in the Company's financial position and performance since the last financial statements for the year ended December 31, 2023.

2. Accounting policies

The company's accounting policies are aligned with International Financial Reporting Standards (IFRS). A breakdown of these can be found in the individual financial statements as at 31 December 2023.

3. Accounting estimates

The entity makes certain estimates and assumptions about the future. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations about future events that are believed to be reasonable under the circumstances. Actual future experience may differ from these estimates and assumptions.

4. Income

Sales revenues	30-Jun-24	30-Jun-23
Sales of finished products	80,273,496	87,355,143
Sales of goods	9,213,051	4,756,279
Sales of services	1,244,068	774,882
Financial discounts	-	(13,913,612)
Trade discounts	(5,723,606)	-
Total	85,007,009	78,972,692

The main revenues realized by the entity in 2024 were from the sale of finished products 80.27 million lei, sale of goods 9.21 million lei and provision of services 1.24 million lei.

5. Other operating income

Other operating income is generated by activities that are not part of the entity's general line of business, which is why it is presented differently from sales revenue.

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

5. Other operating income (continued)

Other operating income	30-Jun-24	30-Jun-23
Revenues from various activities	7,574,310	14,840,057
Subsidies for operating activities	13,772	51,392
Revenues from indemnifications	61,002	31,898
Revenues from subsidy to asset values	37,818	37,818
Total	7,686,903	14,961,166

In 2010 the company received a grant for investments in the amount of 1.6 million lei, and in 2023 the company recognized as income related to these grants the amount of 0.018 million lei. Grant income is recognised as the fixed assets to which it relates are depreciated. The recognized subsidy refers to the grant of 15% of the value of the loan received by the company from EBRD sources, for the energy efficiency project started in 2009 with the realization of the new brick factory in Recea.

Other gains and losses	30-Jun-24	30-Jun-23
Revenues from the sale of assets	20,406	192,700
Expenses from the sale of assets	-	(161,976)
Revenues from cancellation of provisions (note 22)	8,641,534	7,550,685
Revenues from the resumption of value adjustments regarding impairment of current assets	1,822,431	1,646,590
Expenses from establishing provisions (note 22)	(2,491,811)	(2,929,951)
Expenses from value adjustments regarding the depreciation of current assets	(119,061)	(584,657)
Other gains and losses Total	7,873,499	5,713,391

6. Operating expenses

Other operating expenses	30-Jun-24	30-Jun-23
Utilities	5,552,242	11,432,939
Transport and logistics	13,714,048	8,133,511
Expenses with EUA Certificates	4,136,646	6,752,128
Other services provided by third parties	1,711,605	2,212,774
Publicity	2,080,921	1,793,039
Repairs	1,454,140	1,465,549
Taxes to the state budget	1,028,959	1,083,831
Insurances	519,721	575,478
Rent	260,750	203,942
Fees	83,128	258,376
Trainings	169,355	90,520
Environmental Protection Expenses	90,906	91,050
Post and telecommunications	82,145	81,210
Miscellaneous	1,937,434	147,617
Total	32,822,000	34,321,964

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

7. Personal Structure

Structure and average number of employees:

The structure and average number of employees is:

Average number of employees	30/06/2024	30/06/2023
Administrativ staff	80	76
Production staff	188	213
Total	268	289

8. Financial income and expenses

Financial Income	30-Jun-24	30-Jun-23
Interest income	2,790,225	3,203,282
Income from exchange rate differences	144,504	862,230
Total	2,934,729	4,065,512

Financial expenses	30-Jun-24	30-Jun-23
Interest costs	(1,970,906)	(213,825)
Other financial expenses	(160,693)	(166,519)
Costs from exchange rate differences	(188,315)	(788,374)
Total	(2,319,914)	(1,168,717)

Financial expenses are mainly composed of the following categories: interest-related expenses 1.97 million lei, expenses related to exchange rate differences 0.16 million lei and other financial expenses 0.188 million lei.

Financial income is represented by interest income 2.79 million lei, income from exchange rate differences 0.14 million lei .

9. Inventories

Inventories	30-Jun-24	31-Dec-23
Raw materials and consumables	5,650,423	5,093,027
Packaging	3,392,096	2,512,478
Adjustments	(652,390)	(669,797)
Production in progress	157,959	27,601
Semi-products and finished products	14,482,586	18,149,758
Adjustments	(1,227,423)	(1,227,423)
Goods	2,194,234	5,108,621
Adjustments	(283,515)	(276,995)
Total	23,713,970	28,717,268

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

9. Inventories (continued)

The cost of inventories recognised in the income statement has the following structure:

Raw materials and consumables	30-Jun-24	30-Jun-23
Raw materials	6,156,980	7,899,313
Additional material	2,422,962	3,028,978
Packaging	132,818	95,369
Goods	8,332,811	2,550,917
Inventory items	46,724	128,809
Other supplies	48,088	70,615
Miscellaneous	2,043,824	2,399,529
Total	19,184,207	16,173,531

Inventories adjustments

Where necessary, adjustments are made for stocks, physically or morally worn. Net realisable value is estimated on the basis of the selling price less selling expenses.

10. Trade and other receivables

Trade and other receivables	30-Jun-24	31-Dec-23
Trade receivables	21,049,236	28,890,702
Adjustments for trade receivables	(1,600,400)	(3,292,880)
Receivables with related parties	32,024,402	20,350,472
Corporate tax	(237,749)	710,636
Other debts against the State Budget	716,454	754,404
Subsidies	-	164,093
Sundry debtors and other receivables	7,049	(330)
Total financial assets other than cash, classified as loans and receivables	51,958,992	47,577,096
Advances and expenses paid in advance	1,918,088	627,865
Total	53,877,080	48,204,961

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

11. Trade and similar debts

Trade and other liabilities	30-Jun-24	31-Dec-23
Trade liabilities	10,734,288	13,935,067
Suppliers of fixed assets	1,279,556	876,278
Intra-group liabilities (Note 28)	682,622	2,082,793
Lease liabilities	-	487
Debt related to employees	2,406,509	3,107,062
Taxes and social contributions	203,673	181,541
Other tax liabilities	2,877,924	4,517,557
Other debts	3,699,871	10,577,284
Total debt less loans classified as measured at amortized cost	21,884,442	35,278,069
Dividends	0	0
Paid advances	706,930	1,320,313
Revenue in advance	5,057,084	7,301,031
Total	27,648,456	43,899,413

12. Share Capital

On 30 June 2024 the share capital structure of:

Issued capital structure	30-Jun-24	31-Dec-23
Subscribed share capital	93,531,042	93,531,042
Elements assimilated to capital	9,214,349	9,214,349
Total issued capital	102,745,391	102,745,391

On 31 March 2024 the share capital structure is:

Structure of subscribed share capital	30-Jun-24	31-Dec-23
Number of authorized shares	935,310,418 buc	935,310,418 buc
Number of subscribed and paid-up shares	935,310,418 buc	935,310,418 buc
Number of subscribed and unpaid-up shares	-	-
Nominal value of a share	0.10 lei	0.10 lei
Subscribed share capital value	93,531,042 lei	93,531,042 lei

All shares of the company are common and have the same voting rights.

The capital structure movements during 2024 can be seen in the table below:

	30-Jun-24		31-Dec-23	
	Numar	Valoare	Numar	Valoare
Ordinary shares of RON 0,1 each	935,310,418 buc	93,531,042 lei	935,310,418 buc	93,531,042 lei
Reduction by entrainment of losses				
Emissions during the year	-	-	-	-
Purchase of own shares				
Total	935,310,418 buc	93,531,042 lei	935,310,418 buc	93,531,042 lei

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

12. Share Capital (continued)

The shareholder structure as of 30 June 2024 is composed of:

Shareholder	Actions	Percent
PAVAL HOLDING SRL	753.963.090	80.6110%
INDUSTRIAL BIP	156.730.172	16.7570%
alti actionari / others	24.617.156	2.632%
TOTAL	935.310.418	100%

Source: CENTRAL DEPOSITARY Date: 30.06.2024

As a result of the transactions on the capital market in 2024, the shareholding structure as of 30 June 2024 consists of:

Shareholder	Actions	Percent
PAVAL HOLDING SRL	753.963.090	80.6110%
INDUSTRIAL BIP	156.730.172	16.7570%
alti actionari / others	24.617.156	2.632%
TOTAL	935.310.418	100%

Source: CENTRAL DEPOSITARY Date: 30.06.2024

13. Transactions with affiliated parties

The affiliated parties of the Company in 2024 are:

- DEDEMAN SRL with headquarters in Mun. Alexei Tolstoi, nr. 8, Bacău County, CUI: 2816464, Ord.Reg.Com. no.: J04/2621/1992 significant shareholder;
- PIF INDUSTRIAL SRL with headquarters in Mun. Alexei Tolstoi, nr. 8, Bacău County, CUI: 18227759, Ord.Reg.Com. no.: J04/2200/2005 - shareholder (acting in concert with Dedeman SRL);
- DEDEMAN AUTOMOBILE SRL with headquarters in Mun. Bacău, Republicii Street, nr. 185, Bacău County, CUI: 15934070, Ord.Com. no.: J04/ 1513/2003 - a company of the Dedeman Society;
- PAVAL HOLDING SRL with headquarters in Mun. Alexei Tolstoi Street, nr. 8, Bacău County, CUI: 39895050, Ord.Reg.Com. no.: J04/ 1405/2018 - a Dedeman company;
- EURO CARAMIDA SA with headquarters in Sat. Biharia, Str. Caramizii, nr. 1, Judet Bihor, CUI: 16131690, Nr.Ord.Reg.Com.: J05/209/2004 CEMACON SA has acquired 100% of the share capital of EURO CARAMIDA S.A.
- Sologon Daniel - General Manager and Chairman of the Board of Directors
- Karina Paval - CA member
- Dana-Rodica Beju - Board member
- Dragos Paval - Board member
- Adrian Fercu - Board member

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

Transactions with related parties

Transactions with related parties are summarised in the table below:

Affiliates	Sales		Acquisitions		Receivables from affiliates	
	1 Jan-30 Iunie 24	1 Jan-30 Iunie 23	1 Jan-30 Iunie 24	1 Jan-30 Iunie 23	1 Jan-Iunie 24	1 Jan-31 Dec 23
Dedeman SRL	13,070,174	4,726,997	132,403	73,356	-	-
Euro Caramida	4,440,422	-	5,862,742	-	7,500,000	17,573,999
Total	17,510,596	4,726,997	5,995,145	73,356	7,500,000	17,573,999

Amounts Presented in Lei

The balances with affiliates are summarized in the following table

Affiliates	Receivables from affiliates		Debts to affiliates		Loans granted and interest	
	30-Jun-24	31-Dec-23	30-Jun-23	31-Dec-23	30-Jun-23	31-Dec-23
Dedeman SRL	627,663	943,010	8,082	6,117	-	-
Euro Caramida	5,580,205	1,139,783	674,540	6,095,422	25,816,535	18,267,679
Total	6,207,868	2,082,793	682,622	6,101,539	25,816,535	18,267,679

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

14. Cash and cash equivalents

Cash and cash equivalents	30-Jun-24	31-Dec-23
Available at the bank	70,752,123	85,259,891
Cash and cash equivalents	110	408
Total	70,752,233	85,260,298

As at 30 June 2024 there are no financial instruments that give rise to credit risk exposures. The balances of cash accounts denominated in foreign currencies as at 30.06.2024 are not significant .

15. Adjustments to accounting errors

During the period January-June 2024, the Company did not record corrections of accounting errors relating to previous years.

16. Other information

Segment reporting:

The company has only one reporting segment, the production and sale of building bricks. The nature of the products in the Company's range is similar, as is their production process. Also, the nature of the economic and legislative environment to which the Company's activity is subject is the same for all production and marketing activities undertaken by the Company. The Company has no significant sales on the external market, which would meet the reporting criteria of a separate segment. The assets held by the Company are entirely located within Romania, and are used for the purpose of producing and marketing the products mentioned above. Also, all liabilities, i.e. the results recorded in the individual financial statements, are exclusively related to the Company's only business segment, which is the production and marketing of building bricks.

Information about the company presentation:

Cemacón SA is a Romanian legal entity, established as a joint-stock company on the basis of HG no.1200/1991 with registered office in Cluj-Napoca, Calea Turzii Street, no.178K, Hexagon Offices building, 1st floor, jud. Cluj. The company's main activity is "Manufacture of bricks, tiles and other construction products from fired clay".

Translation bases used for expressing in national currency assets and liabilities, income and expenses initially recorded in a foreign currency:

The main exchange rates used for the conversion into lei of balances denominated in foreign currency as at 31 December 2023 and 30 June 2024 are:

Foreign currency	Abbreviation	Exchange rate	
		31-Jun-24	31-Dec-23
US Dollar	USD	4.6235	4.5743
Euro	EUR	4.9766	4.9465

CEMACON SA
Notes to the Individual Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

16. Other information (continued)

Amendments:

The trustees do not have the right to subsequently amend the financial statements. The financial statements together with the notes to the financial statements are authorised for issue on 30 June 2024. There is no possibility of the financial statements being amended after they have been issued.

The quarterly financial statements have not been audited.

17. Quota

Taxing

The Company considers that it has paid on time and in full all taxes, duties, penalties and penalty interest to the extent applicable. All amounts due to the State for taxes have been paid or accrued at the balance sheet date. The tax system in Romania is in the process of consolidation and harmonization with European legislation, and there may be different interpretations of the authorities in relation to tax legislation, which may give rise to additional taxes, duties and penalties. In case the state authorities discover violations of the Romanian legal provisions, they may determine as appropriate: confiscation of the amounts in question, imposition of additional tax obligations, application of fines, application of late payment surcharges (applied to the amounts actually outstanding). Therefore, the tax penalties resulting from violations of legal provisions can reach significant amounts to be paid to the State. In Romania, the tax year remains open for audit for a period of 5 years.

Transfer price

Under the relevant tax legislation, the tax assessment of a related party transaction is based on the concept of the market price of that transaction. Based on this concept, transfer prices must be adjusted to reflect the market prices that would have been established between entities between which there is no affiliation and which act independently, based on "normal market conditions".

It is likely that transfer pricing audits will be carried out in the future by the tax authorities to determine whether transfer prices comply with the "arm's length" principle and that the Romanian taxpayer's tax base is not distorted.

Director General

Chief Financial Officer

Sologon Daniel

Cojocaru-Lungu Bogdan

The information contained in this document is provided in accordance with IFRS (International Financial Reporting Standards). The Company has made every effort to ensure that the information presented is complete, accurate and free from material error. Where appropriate, both the company and management have used professional judgement in conjunction with Interim Financial Reporting Standards to present information in a manner consistent with the specifics of the business. Interpretation of the information presented in this document should be made in accordance with these standards. Where omissions occur or there are interpretations that differ from the regulations mentioned, the provisions set out in the International Financial Reporting Standards (IFRS) shall apply. The unaudited financial information presented above is preliminary and subject to adjustments and changes. Adjustments and changes to the financial statements may be identified in the course of audit work, which could result in material differences from this unaudited financial information preliminary.

***Unaudited Report of the Board of Directors for the
individual summarised interim financial statements
as at 30.06.2024 prepared in accordance with Annex
14 of ASF Regulation no. 5/2018***

Report date - 30.08.2024

1. Issuer identification data

Name of issuer - CEMACON SA

Head Office - Cluj-Napoca, Calea Turzii nr. 178K, et. 1, jud. Cluj

E-mail address - office@cemacon.ro

Website - www.cemacon.ro

Unique registration code - 677858

Trade Register Order Number - J12/2466/2012

Regulated market - Bucharest Stock Exchange, main segment, standard category, symbol CEON

Subscribed and paid-up share capital 93.531.041.041,80 lei

Market on which securities are traded - BVB regulated market, main segment, standard category

Main characteristics of the securities issued by the issuer - 935,310,418 ordinary shares with a nominal value of RON 0.1000 issued in dematerialised form

2. Important events that took place in the first half of 2024; risks envisaged by the company

2.1. Important events in the first half of 2024

The maintenance of high bank interest rates, the high inflation rate and external uncertainties maintained the cautious trend in the area of real estate acquisitions and property development, which led in the first half of 2024 to the maintenance of low and rather cautious activity in the area of construction materials, which was also reflected in CEMACON's activity.

During the first half of 2024, the operational activity was normal, with all production capacities operational but with the activity impacted by maintenance operations and necessary capital repairs. Also in the first half of this year, part of the investment works scheduled for the manufacturing lines at the Recea Factory, the Zalău Factory and the Biharia Factory were carried out. Due to the general economic backdrop, sales and receipts remained at low levels also in the first half of 2024, with turnover increasing by 8% compared to the same period of 2024. The company's liquidity is still high, even though consistent cash outflows were recorded in the context of the modernisation of the Euro Caramida factory in Biharia.

Transactions with related parties for the first half of 2024 had no material impact on the company's economic and financial position and were carried out on the basis of contracts between related parties reported to the Bucharest Stock Exchange.

Details of related party transactions are given in chapter 5 of this report.

In June, the shareholder Paval Holding started the operation to delist the company from the Bucharest Stock Exchange. Thus, on 03.06.2024, the Financial Supervisory Authority, by decision no. 512, approved the announcement regarding the initiation of the procedure for the withdrawal of CEMACON SA shareholders. Starting with 10.06.2024, the company is suspended from trading.

2.2. Risks envisaged by the company

The main risks and uncertainties the company is analysing for the next 6 months are:

a) National and international economic environment. Currently, the domestic and foreign economy is impacted by reduced demand in the context of still high interest rates and inflation. The Company is constantly analysing the implications of the general domestic and external macroeconomic context on its business and is concentrating its efforts in managing the impact of various external factors. CEMACON's strategy is to monitor external developments, macroeconomic indicators with impact on the company's activity and to adapt according to the general economic context.

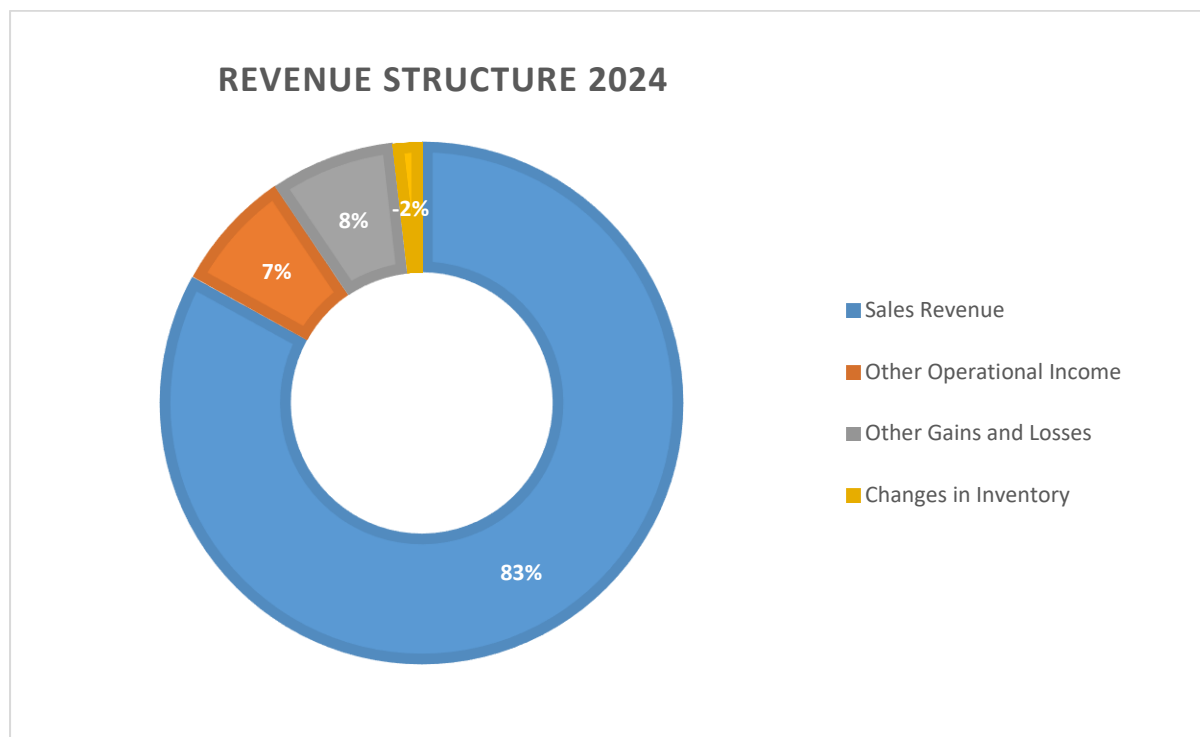
b) Uncertainties related to frequent changes in the tax and legislative framework are also a concern for the company's management, given the potential impact on both labour costs and market demand. The company aims to adapt its policies to minimise the impact of potential changes.

c) The war in Ukraine continues to have an impact on the prices of the raw materials used by the company in its recipes, on packaging and in particular on energy, which leads to the maintenance of high production costs. The uncertainty related to the war in Ukraine also has an impact on the contractual periods negotiated with suppliers, making it difficult to sign long-term contracts.

3. Economic and financial situation of CEMACON SA

3.1. In a more difficult market context than in previous years, the company has endeavoured to maintain the level of activity, applying the most efficient strategies to manage costs and sales activity. However, the level of sales is not as anticipated at the beginning of the year, which is reflected in the company's six-month results.

Compared to the year 2023, the percentage share of revenue from ceramic blocks and commodities remained similar, as shown in the chart below.



3.2 Presentation and analysis of the trends, elements, events or uncertainty factors that affect or could affect the issuer's liquidity, compared to the same period last year.

At 30 June 2024, the company has a solid financial position in the context of cash outflows from investing activities. In order to minimise the risks in its relationship with distributors, the company has

signed a trade credit insurance contract with COFACE - a reference company in the field of commercial insurance with over 70 years of experience in the field.

3.3. Present and analyse the effects on the issuer's financial position of all current and anticipated capital expenditures (specifying the purpose and sources of funding of these expenditures), compared to the same period last year.

The table below summarises the comparative cash flows at 30 June 2024 and 30 June 2023:

	30-Jun-24	30-Jun-23
	LEI	LEI
<i>Cash flow from operating activities</i>		
Receipts from customers	105,567,509	94,691,011
<i>Payments to suppliers</i>	(57,372,960)	(57,130,355)
Payments to employees	(16,875,366)	(17,343,802)
<i>Pay taxes</i>	(20,969,063)	(11,746,605)
Income tax paid	(2,499,090)	(710,710)
<i>Insurance receipts</i>	39,219	30,351
<i>Insurance payments</i>	(437,020)	(490,575)
<i>Interest paid</i>	(1,920,575)	(123,819)
<i>Short-term leasing payments and small value assets</i>	(260,479)	(203,942)
<i>Net cash from operating activities</i>	5,272,176	6,971,555

For the year 2024 the company has approved by the General Meeting of Shareholders of 28.04.2024 an investment plan which it is implementing, considering the benefits brought by these investments which will be reflected in cost efficiencies, modernisation of production lines and development of new products.

Further information on the company's economic and financial situation can be found below:

BALANCE SHEET ITEMS	Value
Tangible fixed assets	237,803,043
Trade and similar claims	53,877,080
Cash and cash equivalents	70,752,233

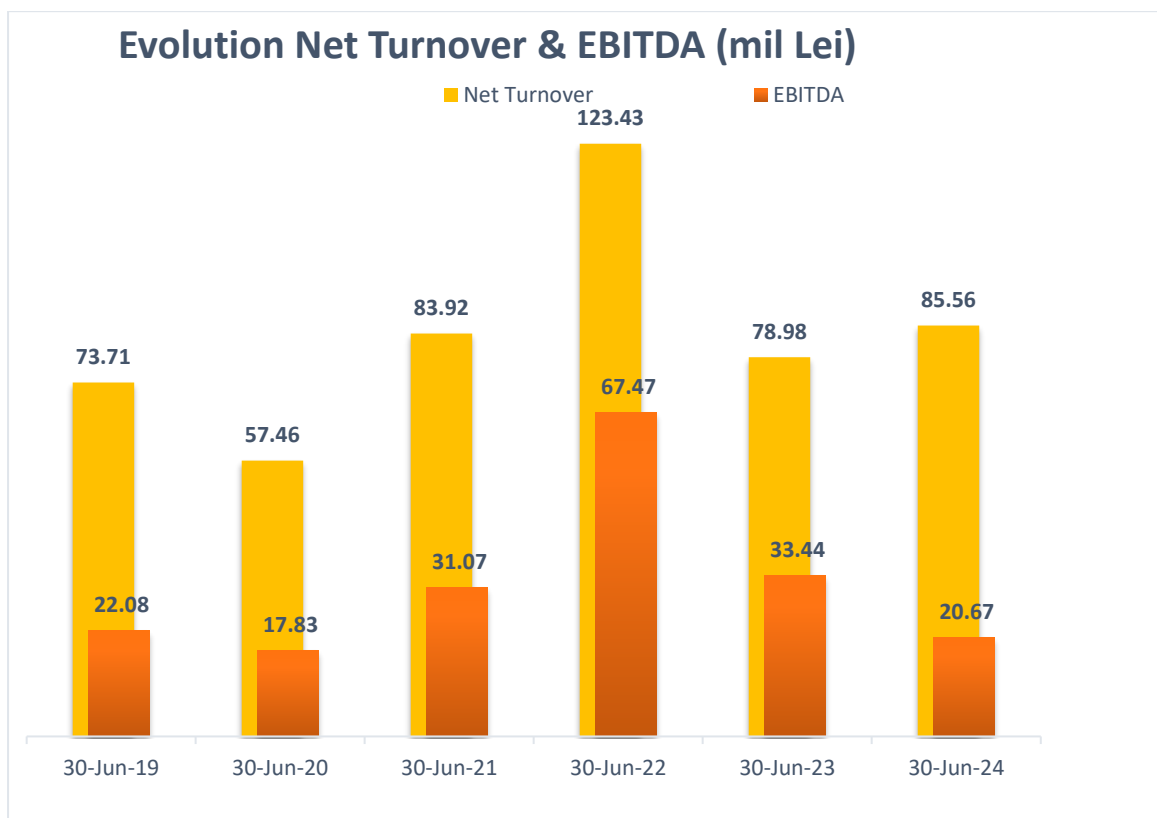
Debt situation		
CURRENT DEBTS	30-Jun-24	31-Dec-23
Trade and similar debts	27,648,456	43,899,413
Loans	12,691,605	12,730,269
Liabilities from leasing operations	833,400	816,258
Finance lease obligations	1,496,271	1,503,553
Investment grants	5,877,859	1,072,629
Corporate income tax liabilities	-	2,499,091
Provisions	5,592,566	11,742,289
Total Current Liabilities	54,140,157	74,263,503
LONG-TERM DEBTS		
Other debts	6,500,719	6,357,251
Loans	63,458,025	69,768,765
Liabilities from leasing operations	4,072,738	4,491,370
Finance lease obligations	413,772	1,056,467
Investment grants	15,115,560	16,175,142
Tax postponed	2,437,896	2,437,896
Provisions	2,877,336	2,877,336
Total long-term liabilities	94,876,045	103,164,228
TOTAL DEBTS	149,016,202	177,427,730

3.4. Present and analyse the events, transactions, economic changes that significantly affect the income from the core business. Specify the extent to which revenues have been affected by each item identified. Comparison with the corresponding period last year.

The company's revenues for the first half of this year were in line with the generalised downturn in the building materials market in the general macroeconomic context.

The relevant financial indicators for the company as at 30.06.2024, are shown in the table below:

	30-Jun-24
Relevant financial indicators	
1. Current liquidity indicator	3.14
2. Leverage ratio indicator	18%
3. Turnover turnover - customers (days)	102
4. Total assets turnover rate	23%



4. Changes affecting the issuer's capital and management

- 4.1. Description of instances where the company was unable to meet its financial obligations during the period:

This is not the case.

- 4.2. Description of any changes in the rights of holders of securities issued by the company:

This is not the case.

5. Significant transactions with affiliated countries

Transactions with related parties for the first half of 2024 did not have a significant impact on the economic and financial position of the company and were realised on the basis of contracts reported to the Bucharest Stock Exchange

Details of related party transactions for the period 01.01.2024 - 30.06.2024 are shown in the table below:

Transaction type	Sales	Procurement	Balance Loans granted
Affiliated Parties	1 Jan - 30 June 2024	1 Jan - 30 June 2024	On 30 June 2024
Dedeman SRL - based on purchase orders for ceramic blocks	13.070.174 lei	132.403 lei	Not the case
Euro Caramida SA - on the basis of the purchase orders for ceramic blocks and the loan contract (the loan balance includes interest)	4.440.422 lei	5.862.742 lei	25.816.535 lei

Board of Directors of CEMACON S.A.

Mr Daniel Sologon

Chairman of the Board

Cluj Napoca, August 30

FINANCIAL STATEMENTS CONSOLIDATED UNAUDITED for the period ending on 30 June 2024

PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS



CEMACON

SC CEMACON SA
FISCAL CODE 677858
TRADE REGISTER
J12/2466/2012

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CEMACON SA
Consolidated statement of financial position
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

Statement of financial position Consolidated 6 Month Results

	30-Jun-24	31-Dec-23	2024 vs 2023	2024 vs 2023
			LEI	%
NON-CURRENT ASSETS				
Property, plant and equipment	378,701,110	367,435,054	11,266,056	3%
Investment property	8,885,960	8,885,960	-	0%
Intangible	16,757,871	18,463,910	(1,706,039)	-9%
Goodwill	4,865,558	4,865,558	-	
Rights of use assets	13,473,920	15,607,366	(2,133,446)	-14%
Investments	1,000	1,000	-	
Other non-current assets	875,098	822,662	52,436	6%
NON-CURRENT ASSETS TOTAL	423,560,517	416,081,510	7,479,007	2%
CURRENT ASSETS				
Inventories	36,926,005	37,406,837	(480,832)	-1%
Trade and other receivables	27,186,016	39,407,393	(12,221,377)	-31%
Other assets	27,051,285	27,335,449	(284,165)	-1%
Cash and cash equivalents	73,174,001	88,044,885	(14,870,885)	-17%
CURRENT ASSETS TOTAL	164,337,307	192,194,564	(27,857,257)	-14%
	-	-	-	
TOTAL ASSETS	587,897,824	608,276,073	(20,378,249)	-3%
CURRENT LIABILITIES				
Commercial and similar debts	34,470,967	51,764,048	(17,293,081)	-33%
Trade and other payables	121,928	71,794	-	0%
Loans and borrowings	12,619,948	12,685,230	(65,282)	-1%
Lease liabilities	833,400	816,258	17,142	2%
Obligations under finance leases	1,496,271	1,503,553	(7,282)	0%
Grants received	9,314,380	3,460,812	5,853,568	169%
Corporate tax liabilities	-	2,499,091	(2,499,091)	-100%
Provisions	6,154,593	12,196,018	(6,041,425)	-50%
CURRENT LIABILITIES TOTAL	65,011,487	84,996,805	(19,985,318)	-24%
NON-CURRENT LIABILITIES				
Commercial and similar debts	-	-	-	
Other liabilities	6,500,719	6,357,251	143,468	0%
Loans	63,458,025	69,768,765	(6,310,740)	0%
Obligations under finance leases	4,072,738	4,491,370	(418,632)	-9%
Financial leasing obligations	413,772	1,056,467	(642,695)	-61%
Grants received	15,115,560	16,175,142	(1,059,582)	-7%
Tax liability	18,807,092	18,807,092	-	0%
Provisions	2,877,336	2,877,336	-	0%
NON-CURRENT LIABILITIES TOTAL	111,245,241	119,533,424	(8,288,182)	-7%
TOTAL LIABILITIES	176,256,728	204,530,227	(28,273,499)	-14%

CEMACON SA
Standalone Statement of financial position
for the period ended 30 June 2024
(all amounts are expressed in RON, unless otherwise stated)

NET ASSETS	411,641,101	403,745,846	7,895,254	2%
EQUITY				
Issued capital as per IFRS	102,745,391	102,745,391	-	0%
TOTAL EQUITY	411,641,101	403,745,846	7,895,255	2%

CEMACON SA
Consolidated statement of comprehensive income
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

Profit and loss Account - 6 Months Results 2024

	30-Jun-24	30-Jun-23	2024 vs 2023	2024 vs 2023
	LEI	LEI	LEI	%
Gross Turnover	105,577,590	92,896,654	12,680,936	14%
Net Turnover	99,154,664	78,983,042	20,171,622	26%
Sales revenues	93,411,757	78,972,692	14,439,065	18%
Other operating revenues	9,704,010	14,961,165	(5,257,156)	-35%
Other gains and losses	10,537,031	5,713,391	4,823,640	84%
Change in inventories of FG & WIP	901,247	8,860,181	(7,958,934)	-90%
Raw materials and consumables	(18,772,891)	(16,173,533)	(2,599,358)	16%
Personnel expenses	(30,129,404)	(24,570,980)	(5,558,424)	23%
Other operating expenses	(40,607,315)	(34,321,964)	(6,285,351)	18%
EBITDA	25,044,434	33,440,952	(8,396,518)	-25%
Depreciation and amortization expenses	(16,079,605)	(7,649,511)	(8,430,094)	110%
EBIT	8,964,829	25,791,441	(16,826,612)	-65%
Financial Income	2,215,376	4,065,512	(1,850,136)	-46%
Financial Expenses	(2,336,563)	(1,168,717)	(1,167,846)	100%
Financial result	(121,187)	2,896,795	(3,017,982)	-104%
Profit before tax*	8,843,642	28,688,237	(19,844,595)	-69%
Income tax expenses	(948,385)	-	(948,385)	0%
Profit after tax	7,895,257	28,688,237	(20,792,980)	-72%
Total other elements of other Comprehensive income		-	-	0%
Comprehensive income total	7,895,257	28,688,237	(20,792,980)	-72%

CEMACON SA
Consolidated cash flow statement
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

	30-Jun-24	30-Jun-23
	LEI	LEI
Cash flow from operating activities		
Customer encashments	126,349,849	94,691,011
Supplier payments	(67,879,983)	(57,130,355)
Payments to employees	(19,448,539)	(17,343,802)
Tax Payments	(22,556,033)	(11,746,605)
Income Tax Paid	(2,499,090)	(710,710)
Insurance encashments	149,207	30,351
Insurance payments	(533,783)	(490,575)
Interest Paid	(3,179,824)	(123,819)
Payments for short-term leasing and low-value assets	-	(203,942)
Cash from operating activities	10,401,803	6,971,555
Cash flow from investing activities		
Payments for acquiring assets	(21,040,765)	(36,133,051)
Encashments from sold assets	24,283	229,313
Encashments from interest	2,754,809	3,203,282
Loans to affiliated parties	-	(17,565,503)
Payments for the purchase of shares	-	(121,294,047)
Other Encashments	1,083,349	3,462,009
Cash from investing activities	(17,178,324)	(168,097,998)
Cash flow from financing activities		
Encashments from share capital increase	-	-
Encashments from loans	-	88,511,010
Payment of debts related to financial- capital leasing	(1,456,339)	(1,304,503)
Payment of debts related to financial leasing-interest	(257,220)	(209,905)
Guarantee payments	(20,000)	-
Credit repayments	(6,342,190)	-
Cash from financing activities	(8,075,749)	86,996,602
	(18,615)	222,618

CEMACON SA
Consolidated cash flow statement
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

Effect of exchange rate changes

<i>Net increase/decrease in cash and cash equivalents</i>	<i>(14,870,885)</i>	<i>(73,907,223)</i>
<i>Cash and cash equivalents at beginning of period</i>	<i>88,044,885</i>	<i>133,909,885</i>
<i>Cash and cash equivalents at end of period</i>	<i>73,174,000</i>	<i>60,002,662</i>

CEMACON SA
Consolidated statement of changes in equity
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

	Issued capital and adjustments	Share premium	Reevaluation reserves	Legal reserves	Other reserves	Undistributed result	Other capital elements	Total
31-Dec-22	102,745,392	21,735,848	31,455,172	13,361,890	53,179,602	152,527,602	(3,508,324)	371,497,182
Current global result	-	-	-	-	-	26,160,203	-	26,160,203
Share Capital Increase	-	-	11,522,211	-	-	-	-	11,522,211
Share Premium Increase	-	-	-	-	-	-	(1,703,575)	(1,703,575)
Capitalised differences related to deffered tax	-	-	-	1,554,386	-	(1,554,386)	-	-
Legal Reserve	-	-	-	-	29,533,341	(29,533,341)	-	-
Other reserve	-	-	-	-	-	(3,730,176)	-	(3,730,176)
31-Dec-23	102,745,392	21,735,848	42,977,383	14,916,276	82,712,943	143,869,902	(5,211,899)	403,745,846
Current global result	-	-	-	-	-	7,895,255	-	7,895,255
Share Capital Increase	-	-	-	-	-	-	-	-
Share Premium Increase	-	-	-	-	-	-	-	-
Capitalised differences related to deffered tax	-	-	-	-	-	-	-	-
Legal Reserve	-	-	-	582,737	-	(582,737)	-	-
Other reserve	-	-	-	-	-	-	-	-
30-Jun-24	102,745,391	21,735,848	42,977,383	15,499,013	82,712,943	151,182,421	(5,211,899)	411,641,101

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

1. Legal principles

The interim consolidated financial statements as at 30 June 2024 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The condensed interim consolidated financial statements contained in this report are unaudited and have not been reviewed by an external auditor.

The interim consolidated financial statements do not include all the information and items disclosed in the annual financial statements, and should be read in conjunction with the individual annual financial statements, prepared as at 31 December 2023.

Selected explanatory notes are included to explain events and transactions that are important to understanding the changes in the Company's financial position and performance since the last financial statements for the year ended December 31, 2023.

2. Accounting policies

The company's accounting policies are aligned with International Financial Reporting Standards (IFRS), a breakdown of which can be found in the consolidated financial statements as at 31 December 2023.

3. Accounting estimates

The entity makes certain estimates and assumptions about the future. Estimates and judgments are continually evaluated based on historical experience and other factors, including expectations about future events that are believed to be reasonable under the circumstances. Actual future experience may differ from these estimates and assumptions.

4. Income

Sales revenues	30-Jun-24	30-Jun-23
Sales of finished products	91,386,472	87,355,143
Sales of goods	7,146,250	4,756,279
Sales of services	1,301,961	774,882
Financial discounts	-	(13,913,612)
Trade discounts	(6,422,926)	-
Total	93,411,757	78,972,692

The main revenues realized by the entity in 2024 were from the sale of finished products 91.38 million lei, sale of goods 7.14 million lei and provision of services 1.30 million lei.

5. Other operating income

Other operating income is generated by activities that are not part of the entity's general line of business, which is why it is presented differently from sales revenue.

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

5. Other operating income (continued)

Other operating income	30-Jun-24	30-Jun-23
Revenues from various activities	9,609,203	14,840,057
Subsidies for operating activities	13,772	51,392
Revenues from indemnifications	170,990	31,898
Revenues from subsidy to asset values	(89,957)	37,818
Total	9,704,009	14,961,166

Other gains and losses	30-Jun-24	30-Jun-23
Revenues from the sale of assets	(69,600)	192,700
Expenses from the sale of assets	-	(161,976)
Revenues from cancellation of provisions (note 22)	9,008,779	7,550,685
Revenues from the resumption of value adjustments regarding impairment of current assets	4,208,724	1,646,590
Expenses from establishing provisions (note 22)	(2,491,811)	(2,929,951)
Expenses from value adjustments regarding the depreciation of current assets	(119,061)	(584,657)
Other gains and losses Total	10,537,031	5,713,391

6. Operating expenses

Other operating expenses	30-Jun-24	30-Jun-23
Utilities	7,862,017	11,432,939
Transport and logistics	14,199,517	8,133,511
Environmental Protection Expenses	7,060,857	6,843,178
Other services provided by third parties	2,950,389	2,212,774
Publicity	2,080,921	1,793,039
Repairs	1,624,787	1,465,549
Taxes to the state budget	1,207,588	1,083,831
Insurances	616,484	575,478
Rent	301,133	203,942
Fees	88,437	258,376
Trainings	169,355	90,520
Post and telecommunications	105,510	81,210
Miscellaneous	2,340,321	147,617
Total	40,607,316	34,321,964

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

7. Personal Structure

The structure and average number of employees is:

Average number of employees	30-Jun-24	30-Jun-23
Administrative Personal	86	76
Production Personal	242	213
Total	328	289

8. Financial income and expenses

Financial Income	30-Jun-24	30-Jun-23
Interest income	2,067,189	3,203,282
Income from exchange rate differences	148,187	862,230
Total	2,215,376	4,065,512

Financial expenses	30-Jun-24	30-Jun-23
Interest costs	(1,970,906)	(213,825)
Other financial expenses	(160,693)	(166,519)
Costs from exchange rate differences	(204,964)	(788,374)
Total	(2,336,563)	(1,168,718)

Financial expenses are mainly composed of the following categories: interest-related expenses 1.97 million lei, expenses related to exchange rate differences 0.20 million lei and other financial expenses 0.16 million lei.

Financial income is represented by interest income 2.06 million lei, income from exchange rate differences 0.14 million lei .

9. Inventories

Inventories	30-Jun-24	31-Dec-23
Raw materials and consumables	9,584,476	5,865,043
Packaging	4,674,235	4,504,331
Adjustments	(116,103)	(2,274,803)
Production in progress	368,223	126,747
Semi-products and finished products	21,149,345	25,276,700
Adjustments	(1,227,423)	(1,227,423)
Goods	2,776,767	5,413,239
Adjustments	(283,515)	(276,998)
Total	36,926,005	37,406,837

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

9. Inventories (continued)

The cost of inventories recognised in the income statement has the following structure:

Raw materials and consumables	30-Jun-24	30-Jun-23
Raw materials	6,820,118	7,899,313
Additional material	3,438,824	3,028,978
Packaging	2,365,023	95,369
Goods	2,651,841	2,550,917
Inventory items	155,171	128,809
Other supplies	95,137	70,615
Miscellaneous	3,246,779	2,399,529
Total	18,772,891	16,173,533

Inventories adjustments

Where necessary, adjustments are made for stocks, physically or morally worn. Net realisable value is estimated on the basis of the selling price less selling expenses.

10. Trade and other receivables

Trade and other receivables	30-Jun-24	31-Dec-23
Trade receivables	23,460,434	35,539,906
Adjustments for trade receivables	(2,552,464)	(5,026,226)
Receivables with related parties	(389,935)	943,010
Corporate tax	98,632	1,047,017
Other debts against the State Budget	2,469,516	1,054,322
Subsidies	1,345,764	2,593,206
Sundry debtors and other receivables	7,049	1,670
Total financial assets other than cash, classified as loans and receivables	24,438,996	36,152,904
Advances and expenses paid in advance	2,747,020	3,254,489
Total	27,186,016	39,407,393

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

11. Trade and similar debts

Trade and other liabilities	30-Jun-24	31-Dec-23
Trade liabilities	13,801,886	15,774,475
Suppliers of fixed assets	2,791,475	2,568,079
Intra-group liabilities (Note 28)	646,558	6,117
Lease liabilities	-	487
Debt related to employees	3,089,485	3,412,923
Taxes and social contributions	236,408	483,120
Other tax liabilities	2,830,706	4,518,689
Other debts	4,698,208	14,307,715
Total debt less loans classified as measured at amortized cost	28,094,725	41,071,605
Dividends	-	-
Paid advances	1,319,158	3,391,411
Revenue in advance	5,057,084	7,301,031
Total	34,470,967	51,764,048

12. Share Capital

On 30 June 2024 the share capital structure of:

Issued capital structure	30-Jun-24	31-Dec-23
Subscribed share capital	93,531,042	93,531,042
Elements assimilated to capital	9,214,349	9,214,349
Total issued capital	102,745,391	102,745,391

As of 30 June 2024 the share capital structure is:

Structure of subscribed share capital	30-Jun-24	31-Dec-23
Number of authorized shares	935,310,418 buc	935,310,418 buc
Number of subscribed and paid-up shares	935,310,418 buc	935,310,418 buc
Number of subscribed and unpaid-up shares	-	-
Nominal value of a share	0.10 lei	0.10 lei
Subscribed share capital value	93,531,042 lei	93,531,042 lei

All shares of the company are common and have the same voting rights.

The capital structure movements during 2024 can be seen in the table below:

	30-Jun-24		31-Dec-23	
	Numar	Valoare	Numar	Valoare
Ordinary shares of RON 0,1 each	935,310,418 buc	93,531,042 lei	935,310,418 buc	93,531,042 lei
Reduction by entrainment of losses				
Emissions during the year	-	-	-	-
Purchase of own shares				
Total	935,310,418 buc	93,531,042 lei	935,310,418 buc	93,531,042 lei

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

12. Share Capital (continued)

The shareholder structure as of 30 June 2023 is composed of:

Shareholder	Actions	Percent
PAVAL HOLDING SRL	753.963.090	80.6110%
INDUSTRIAL BIP	156.730.172	16.7570%
alti actionari / others	24.617.156	2.632%
TOTAL	935.310.418	100%

Source: CENTRAL DEPOSITARY Date: 30.06.2024

As a result of the transactions on the capital market in 2024, the shareholding structure as of 30 June 2024 consists of:

Shareholder	Actions	Percent
PAVAL HOLDING SRL	753.963.090	80.6110%
INDUSTRIAL BIP	156.730.172	16.7570%
alti actionari / others	24.617.156	2.632%
TOTAL	935.310.418	100%

Source: CENTRAL DEPOSITARY Date: 30.06.2024

13. Transactions with affiliated parties

The affiliated parties of the Company in 2024 are:

- DEDEMAN SRL with headquarters in Mun. Alexei Tolstoi, nr. 8, Bacău County, CUI: 2816464, Ord.Reg.Com. no.: J04/2621/1992 significant shareholder;
- PIF INDUSTRIAL SRL with headquarters in Mun. Alexei Tolstoi, nr. 8, Bacău County, CUI: 18227759, Ord.Reg.Com. no.: J04/2200/2005 - shareholder (acting in concert with Dedeman SRL);
- DEDEMAN AUTOMOBILE SRL with headquarters in Mun. Bacău, Republicii Street, nr. 185, Bacău County, CUI: 15934070, Ord.Com. no.: J04/ 1513/2003 - a company of the Dedeman Society;
- PAVAL HOLDING SRL with headquarters in Mun. Alexei Tolstoi Street, nr. 8, Bacău County, CUI: 39895050, Ord.Reg.Com. no.: J04/ 1405/2018 - a Dedeman company;
- EURO CARAMIDA SA with headquarters in Sat. Biharia, Str. Caramizii, nr. 1, Judet Bihor, CUI: 16131690, Nr.Ord.Reg.Com.: J05/209/2004 CEMACON SA has acquired 100% of the share capital of EURO CARAMIDA S.A.
- Sologon Daniel - General Manager and Chairman of the Board of Directors
- Karina Paval - CA member
- Dana-Rodica Beju - Board member
- Dragos Paval - Board member
- Adrian Fercu - Board member

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

Transactions with related parties (continued)

Transactions with related parties are summarised in the table below:

Affiliates	Sales		Acquisitions		Receivables from affiliates	
	1 Jan-31 Dec 23	1 Jan-31 Dec 22	1 Jan-31 Dec 23	1 Jan-31 Dec 22	1 Jan-31 Dec 23	1 Jan-31 Dec 22
Dedeman SRL	13,070,174	4,726,997	132,403	73,356	-	-
Total	13,070,174	4,726,997	132,403	73,356	-	-

Amounts Presented in Lei

The balances with affiliates are summarized in the following table

Affiliates	Receivables from affiliates		Debts to affiliates		Loans granted and interest	
	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22	31-Dec-23	31-Dec-22
Dedeman SRL	627,663	943,010	8,082	6,117	-	-
Total	627,663	943,010	8,082	6,117	-	-

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

14. Cash and cash equivalents

Cash and cash equivalents	30-Jun-24	31-Dec-23
Available at the bank	73,221,387	85,259,891
Cash and cash equivalents	(47,387)	408
Total	73,174,001	85,260,298

As at 30 June 2024 there are no financial instruments that give rise to credit risk exposures. The balances of cash accounts denominated in foreign currencies as at 30.06.2024 are not significant.

15. Adjustments to accounting errors

During the period January-June 2024, the Company did not record corrections of accounting errors, related to previous years.

16. Other information

Segment reporting:

The company has only one reporting segment, the production and sale of building bricks. The nature of the products in the Company's range is similar, as is their production process. Also, the nature of the economic and legislative environment to which the Company's activity is subject is the same for all production and marketing activities undertaken by the Company. The Company has no significant sales on the external market, which would meet the reporting criteria of a separate segment. The assets held by the Company are entirely located within Romania, and are used for the purpose of producing and marketing the products mentioned above. Also, all liabilities, i.e. the results recorded in the individual financial statements, are exclusively related to the Company's only business segment, which is the production and marketing of building bricks.

Information about the company presentation:

Cemaccon SA is a Romanian legal entity, established as a joint-stock company on the basis of HG no.1200/1991 with registered office in Cluj-Napoca, Calea Turzii Street, no.178K, Hexagon Offices building, 1st floor, jud. Cluj. The company's main activity is "Manufacture of bricks, tiles and other construction products from fired clay".

Translation bases used for expressing in national currency assets and liabilities, income and expenses initially recorded in a foreign currency:

The main exchange rates used for the conversion into lei of balances denominated in foreign currency as at 31 December 2023 and 30 June 2024 are:

Foreign currency	Abbreviation	Exchange rate	
		31-Jun-24	31-Dec-23
US Dollar	USD	4.6235	4.5743
Euro	EUR	4.9766	4.9465

CEMACON SA
Notes to the Consolidated Financial Statements
for the period ending 30 June 2024
(all amounts are in RON, unless otherwise specified)

16. Other information (continued)

Amendments:

The trustees do not have the right to subsequently amend the financial statements. The financial statements together with the notes to the financial statements are authorised for issue on 30 June 2024. There is no possibility of the financial statements being amended after they have been issued.

The quarterly financial statements have not been audited.

17. Quota

Taxing

The Company considers that it has paid on time and in full all taxes, duties, penalties and penalty interest to the extent applicable. All amounts due to the State for taxes have been paid or accrued at the balance sheet date. The tax system in Romania is in the process of consolidation and harmonization with European legislation, and there may be different interpretations of the authorities in relation to tax legislation, which may give rise to additional taxes, duties and penalties. In case the state authorities discover violations of the Romanian legal provisions, they may determine as appropriate: confiscation of the amounts in question, imposition of additional tax obligations, application of fines, application of late payment surcharges (applied to the amounts actually outstanding). Therefore, the tax penalties resulting from violations of legal provisions can reach significant amounts to be paid to the State. In Romania, the tax year remains open for audit for a period of 5 years.

Transfer price

Under the relevant tax legislation, the tax assessment of a related party transaction is based on the concept of the market price of that transaction. Based on this concept, transfer prices must be adjusted to reflect the market prices that would have been established between entities between which there is no affiliation and which act independently, based on "normal market conditions".

It is likely that transfer pricing audits will be carried out in the future by the tax authorities to determine whether transfer prices comply with the "arm's length" principle and that the Romanian taxpayer's tax base is not distorted.

Director General

Chief Financial Officer

Sologon Daniel

Cojocaru-Lungu Bogdan

The information contained in this document is provided in accordance with IFRS (International Financial Reporting Standards). The Company has made every effort to ensure that the information presented is complete, accurate and free from material error. Where appropriate, both the company and management have used professional judgement in conjunction with Interim Financial Reporting Standards to present information in a manner consistent with the specifics of the business. Interpretation of the information presented in this document should be made in accordance with these standards. Where omissions occur or there are interpretations that differ from the regulations mentioned, the provisions set out in the International Financial Reporting Standards (IFRS) shall apply. The unaudited financial information presented above is preliminary and subject to adjustments and changes. Adjustments and changes to the financial statements may be identified in the course of audit work, which could result in material differences from this unaudited financial information preliminary.

***Unaudited Report of the Board of Directors for the
consolidated summarised interim financial
statements as at 30.06.2024 prepared in accordance
with Annex 14 of ASF Regulation no. 5/2018***

Report date - 30.08.2024

1. Issuer identification data

1.1.

Name of issuer - CEMACON SA

Head Office - Cluj-Napoca, Calea Turzii nr. 178K, et. 1, jud. Cluj

E-mail address - office@cemacon.ro

Website - www.cemacon.ro

Unique registration code - 677858

Trade Register Order Number - J12/2466/2012

Regulated market - Bucharest Stock Exchange, main segment, standard category, symbol CEON

Subscribed and paid-up share capital 93.531.041.041,80 lei

Market on which securities are traded - BVB regulated market, main segment, standard category

Main characteristics of the securities issued by the issuer - 935,310,418 ordinary shares with a nominal value of 0.1000 lei issued in dematerialised form

1.2.

Name of the subsidiary – Euro Caramida SA

Headquarters – Biharia, str. Caramizii nr.1, jud. Bihor

Unique registration code - 16131690

Trade Register Order Number – J05/209/2004

Subscribed and paid-up share capital – 2.000.000 lei

Shareholders structure – Euro Caramida is owned 100% by CEMACON S.A.

2. Important events that took place in the first half of 2024; risks envisaged by the company

2.1. Important events in the first half of 2024

The maintenance of high bank interest rates, the slow decline in inflation and external uncertainties maintained the cautious trend in the area of real estate acquisitions and property development, which led in the first half of 2024 to the maintenance of low and rather cautious activity in the area of construction materials, which was also reflected in CEMACON's activity.

During the first half of 2024, the operational activity was normal, with all production capacities operational but with the activity impacted by maintenance operations and necessary capital repairs. Also in the first half of this year, part of the investment works scheduled for the manufacturing lines at the Recea Factory, the Zalău Factory and the Biharia Factory were carried out. Due to the general economic backdrop, sales and receipts remained at low levels also in the first half of 2024, with turnover increasing by 8% compared to the same period of 2024. The company's liquidity is still high, even though consistent cash outflows were recorded in the context of the modernisation of the Euro Caramida factory in Biharia.

Transactions with related parties for the first half of 2024 had no material impact on the company's economic and financial position and were carried out on the basis of contracts between related parties reported to the Bucharest Stock Exchange.

Details of related party transactions are given in chapter 5 of this report.

In June, the shareholder Paval Holding started the operation to delist the company from the Bucharest Stock Exchange. Thus, on 03.06.2024, the Financial Supervisory Authority, by decision no. 512, approved the announcement regarding the initiation of the procedure for the withdrawal of CEMACON SA shareholders. Starting with 10.06.2024, the company is suspended from trading.

2.2. Risks envisaged by the company

The main risks and uncertainties that the company is analysing for the next 6 months are:

a) National and international economic environment. Currently, the domestic and foreign economy is impacted by reduced demand in the context of still high interest rates and inflation. The Company is constantly analysing the implications of the general domestic and external macroeconomic context on its business and is concentrating its efforts in managing the impact of various external factors. CEMACON's strategy is to monitor external developments, macroeconomic indicators with impact on the company's activity and to adapt according to the general economic context.

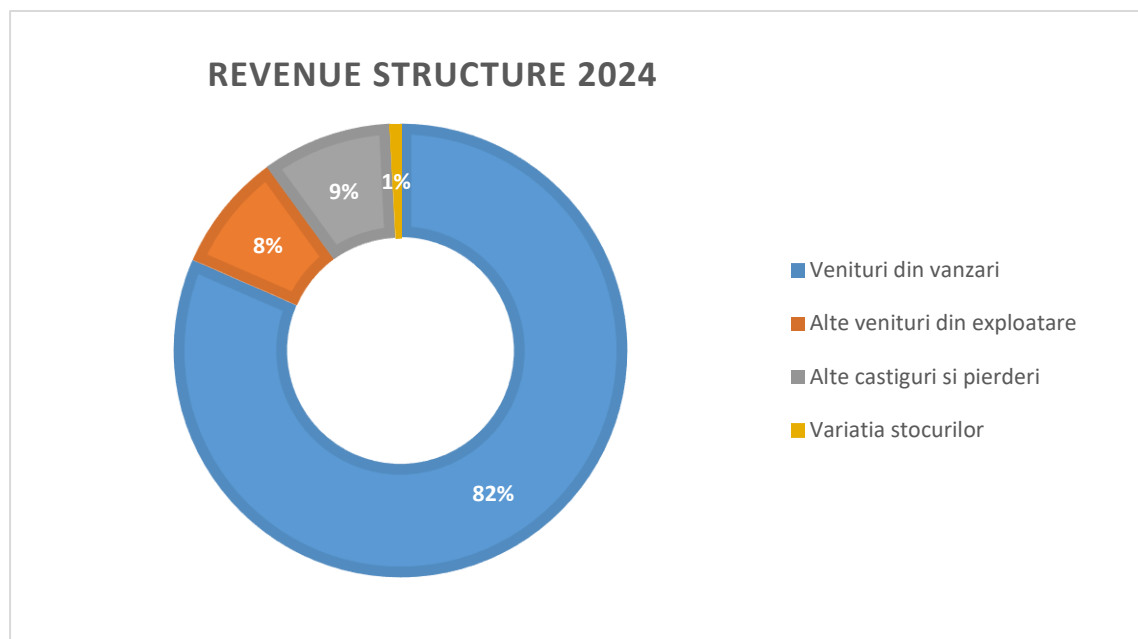
b) Uncertainties related to frequent changes in the tax and legislative framework are also a concern for the company's management, given the potential impact on both labour costs and market demand. The company aims to adapt its policies to minimise the impact of potential changes.

c) The war in Ukraine continues to have an impact on the prices of the raw materials used by the company in its recipes, on packaging and in particular on energy, which leads to the maintenance of high production costs. The uncertainty related to the war in Ukraine also has an impact on the contractual periods negotiated with suppliers, making it difficult to sign long-term contracts.

3. Consolidated economic and financial situation of CEMACON SA

3.1. In a more difficult market context than in previous years, the company has endeavoured to maintain the level of activity, applying the most efficient strategies to manage costs and sales activity. However, the level of sales is not as anticipated at the beginning of the year, which is reflected in the company's six-month results.

Relative to the year 2023, the percentage share of ceramic block and commodity revenues remained similar, as can be seen in the consolidated results chart below:



3.2 Presentation and analysis of the trends, elements, events or uncertainty factors that affect or could affect the issuer's liquidity compared to the same period last year.

At 30 June 2024, the company has a solid financial position in the context of cash outflows from investing activities. In order to minimise the risks in its relationship with distributors, the company has signed a trade credit insurance contract with COFACE - a reference company in the field of commercial insurance with over 70 years of experience in the field.

3.3. Present and analyse the effects on the issuer's financial position of all current and anticipated capital expenditures (specifying the purpose and sources of funding of these expenditures), compared to the same period last year.

The table below shows the comparative consolidated cash flow statement at 30.06.2024 and 30.06.2023:

	30-Jun-24	30-Jun-23
	LEI	LEI
Cash flow from operating activities		
<i>Customer encashments</i>	126,349,849	94,691,011
<i>Supplier payments</i>	(67,879,983)	(57,130,355)
<i>Payments to employees</i>	(19,448,539)	(17,343,802)
<i>Tax Payments</i>	(22,556,033)	(11,746,605)
<i>Income Tax Paid</i>	(2,499,090)	(710,710)
<i>Insurance encashments</i>	149,207	30,351
<i>Insurance payments</i>	(533,783)	(490,575)
<i>Interest Paid</i>	(3,179,824)	(123,819)
<i>Payments for short-term leasing and low-value assets (203,942)</i>		
Cash from operating activities	10,401,803	6,971,555

For the year 2024 the the General Meeting of Shareholders of CEMACON S.A. from 28.04.2024 approve an investment plan which it is implementing, considering the benefits brought by these investments which will be reflected in cost efficiencies, modernisation of production lines and development of new products.

Further information on the company's economic and financial situation can be found below:

BALANCE SHEET ITEMS	Value
Tangible fixed assets	378,701,110
Trade and similar claims	27,186,016
Cash and cash equivalents	73,174,001

Debt situation		
CURRENT DEBTS	30-Jun-24	31-Dec-23
Trade and similar debts	34,470,967	51,764,048
Loans	12,741,876	12,757,024

Liabilities from leasing operations	833,400	816,258
Finance lease obligations	1,496,271	1,503,553
Investment grants	9,314,380	3,460,812
Corporate income tax liabilities	-	2,499,091
Provisions	6,154,593	12,196,018
Total Current Liabilities	65,011,487	84,996,805
LONG-TERM DEBTS		
Other debts	6,500,719	6,357,251
Loans	63,458,025	69,768,765
Liabilities from leasing operations	4,072,738	4,491,370
Finance lease obligations	413,772	1,056,467
Investment grants	15,115,560	16,175,142
Tax postponed	18,807,092	18,807,092
Provisions	2,877,336	2,877,336
Total long-term liabilities	111,245,241	119,533,424
TOTAL DEBTS	176,256,728	204,530,227

3.4. Present and analyse the events, transactions, economic changes that significantly affect the income from the core business. Specify the extent to which revenues have been affected by each item identified. Comparison with the corresponding period last year.

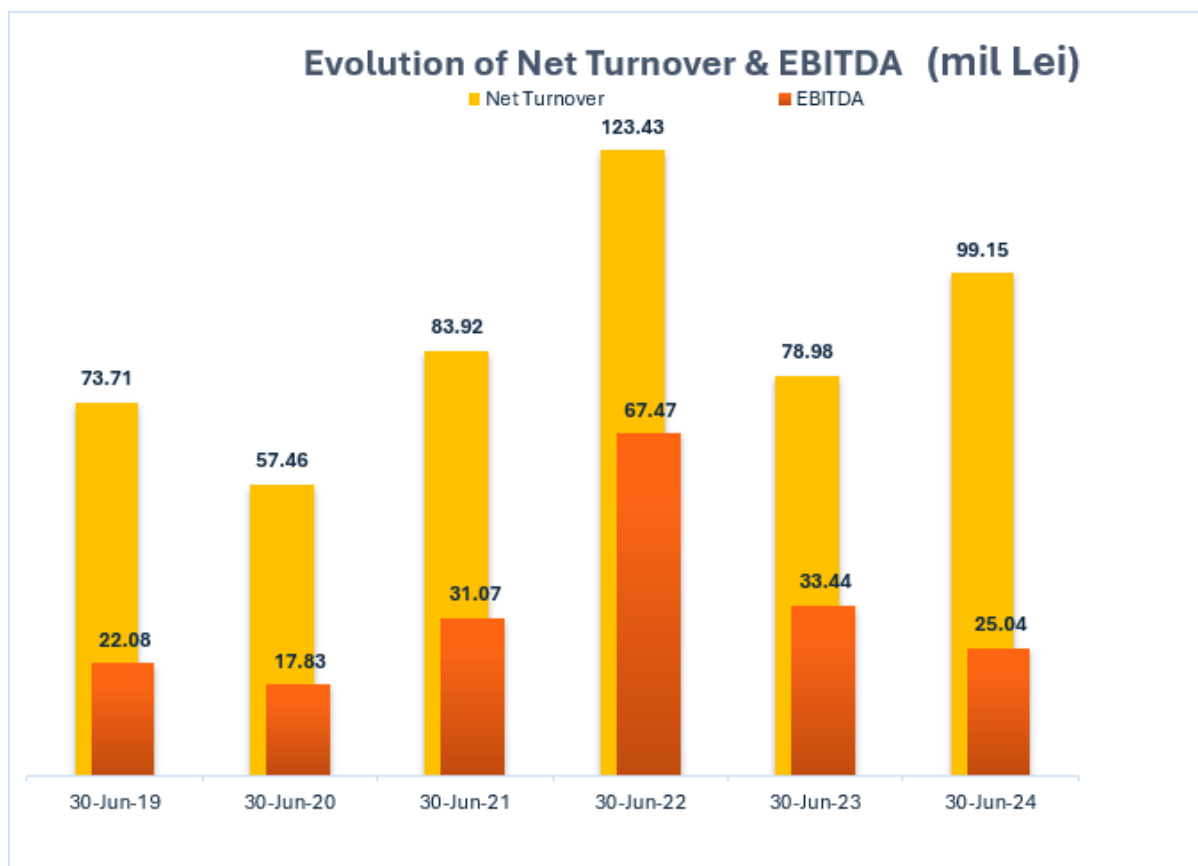
The company's revenues for the first half of this year were in line with the generalised downturn in the building materials market in the general macroeconomic context.

The relevant financial indicators for the company as at 30.06.2024, are shown in the table below:

30-Jun-24

Relevant financial indicators

1. Current liquidity indicator	3.14
2. Leverage ratio indicator	18%
3. Turnover turnover - customers (days)	102
4. Total assets turnover rate	23%



4. Changes affecting CEMACON S.A. capital and management

- 4.1. Description of instances where the company was unable to meet its financial obligations during the period:

This is not the case.

- 4.2. Description of any changes in the rights of holders of securities issued by the company:

This is not the case.

5. Significant transactions with affiliated countries

Transactions with related parties for the first half of 2024 did not have a significant impact on the economic and financial position of the company and were realised on the basis of contracts reported to the Bucharest Stock Exchange

Details of related party transactions for the period 01.01.2024 - 30.06.2024 are shown in the table below:

Transaction type	Sales	Procurement	Balance Loans granted
Affiliated Parties	1 Jan - 30 June 2024	1 Jan - 30 June 2024	On 30 June 2024
Dedeman SRL - based on purchase orders for ceramic blocks	13.070.174 lei	132.403 lei	Not the case
Euro Caramida SA - on the basis of the purchase orders for ceramic blocks and the loan contract (the loan balance includes interest)	4.440.422 lei	5.862.742 lei	25.816.535 lei

Board of Directors of CEMACON S.A.

By Mr Daniel Sologon

President

Statement

Subscriber, Șologon Daniel - as Chief Executive Officer of Cemacon SA, I declare under my own responsibility that according to our knowledge, the half-yearly financial statement, prepared in accordance with the accounting standards applicable to our company, provides a fair and true image to assets, financial position, profit and loss account of Cemacon SA and that the half-yearly report (made up of the Individual Financial Statements and Consolidated Financial Statements) prepared on June 30, 2024, presents fairly and completely informations about Cemacon SA. The Company's financial statements have been prepared taking into account the fact that Cemacon SA operates in continuity.

Chief Executive Officer

Daniel Șologon

