



**REPORT
OF THE INDEPENDENT
AUDITOR**

on the interim financial statements concluded at
June 30, 2023

by
COMELF S.A.

G2 Expert

Limited liability company
405200 Dej, str. no. 18, Mihail Kogalniceanu,
J12/4477/2008 ; 24725081
Registered capital: 2,000 lei
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INDEPENDENT AUDITOR'S REPORT ON THE INTERIM FINANCIAL STATEMENTS

To,

Company shareholders **COMELF SA**

Opinion

We have audited the interim individual financial statements of COMELF S.A. ("the Company"), with registered office in Bistrita, no. 4, Industriei str., Bistrița-Năsăud County, identified by the unique tax registration code 568656, which comprise the interim statement of financial position as at 30 June 2023 and the interim statement of financial position, the interim statement of changes in equity and the interim statement of cash flows for the nine-month period then ended, and a summary of significant accounting policies and explanatory notes.

The individual interim financial statements as of June 30, 2023 are identified as follows:

- **Net assets/Total equity:** **78,353,440 lei**
- **Net profit for the financial year:** **4,680,872 lei**

In our opinion, the accompanying interim separate financial statements present fairly, in all material respects, the financial position of the Company as of June 30, 2023, and its financial performance and its cash flows for the six-month period then ended, in accordance with the Order of the Minister of Public Finance No. 2844/2016 approving the Accounting Regulations in conformity with International Financial Reporting Standards as adopted by the European Union, as amended.

Basis for the opinion

We conducted our audit in accordance with International Standards on Auditing ("ISA"), EU Regulation No. 537 of the European Parliament and of the Council (hereinafter "Regulation") and Law No. 162/2017 ("Law"). Our responsibilities under these standards are described in detail in the "Auditor's Responsibilities in an Audit of Financial Statements" section of our report. We are independent of the Company in accordance with the Code of Ethics for

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Professional Accountants issued by the International Ethics Standards Board for Accountants (IESBA Code), in accordance with the ethical requirements that are relevant to the audit of financial statements in Romania, including the Regulation and the Law, and we have fulfilled our ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other issues

We draw attention to note 2 to the individual interim financial statements, which describes the basis of preparation. These interim individual financial statements represent special purpose financial statements, intended for the partial distribution of dividends among the company's shareholders, during the financial year, in accordance with Law no. 163/2018.

Responsibilities of management and those charged with governance for the interim individual financial statements

Management is responsible for the preparation and fair presentation of the individual interim financial statements in accordance with the Order of the Minister of Public Finance No 2844/2016 approving the Accounting Regulations in accordance with International Financial Reporting Standards as adopted by the European Union, as amended, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the individual interim financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, where appropriate, going concern matters and using the going concern basis of accounting, unless management either intends to liquidate the Company or cease operations or has no realistic alternative but to do so.

Those responsible for governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities in an audit of individual interim financial statements

Our objectives are to obtain reasonable assurance about whether the interim individual financial statements, taken as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance

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is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement, if one exists. Misrepresentations can be caused by either fraud or error and are considered material if they could reasonably be expected to affect, individually or in the aggregate, the economic decisions of users made on the basis of these financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures in response to those risks, and obtain sufficient appropriate audit evidence to provide a basis for our opinion. The risk of not detecting a significant misstatement caused by fraud is higher than the risk of not detecting a significant misstatement caused by error, as fraud may involve secret agreements, forgery, intentional omissions, misrepresentation and circumvention of internal control.
- We understand internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- We assess the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- We conclude on the appropriateness of management's use of going concern accounting and determine, based on audit evidence obtained, whether there is a material uncertainty about events or conditions that may cast significant doubt about the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we should draw attention in the auditor's report to the related disclosures in the interim separate financial statements or, if those disclosures are inadequate, modify our opinion. Our findings are based on audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the Company to cease operations on a going concern basis.
- We assess the overall presentation, structure and content of the individual interim financial statements, including disclosures, and the extent to which the financial statements reflect underlying transactions and events in a manner that achieves fair presentation.

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We communicate to those charged with governance, among other matters, the planned scope and timing of the audit and the principal audit findings, including any significant deficiencies in internal control that we identify during the audit.

We also provide those charged with governance with a statement that we have complied with the relevant ethical requirements relating to independence and that we have disclosed to them all relationships and other matters that could reasonably be expected to affect our independence and, where appropriate, related safeguards.

Of the matters communicated with those charged with governance, we determine which are the most significant matters for the audit of the current period's financial statements and are therefore key audit matters. We describe these matters in the auditor's report, unless laws or regulations prohibit public disclosure of the matter or we determine, in extremely rare circumstances, that a matter should not be communicated in our report because the benefits to the public interest are reasonably expected to be outweighed by the negative consequences of such communication.

Report on other legal and regulatory provisions

We were appointed by the General Meeting of Shareholders on 29.07.2021 to audit the financial statements of COMELF SA for the financial year ended December 31, 2023. The total uninterrupted duration of our engagement is 3 years, covering the financial years ended 31 December 2021 to 31 December 2023. By the additional agreement No. 1 dated 13.09.2023 to the contract No. 32 dated 02.08.2021 we were appointed to audit the interim individual financial statements for the six months ended 30 June 2023.

We confirm that:

- In conducting our audit, we maintained our independence from the audited entity.
- We have not provided the prohibited non-audit services referred to in Article 5(1) of EU Regulation 537/2014 to the Company.

Cluj-Napoca, 19.09.2023

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The audit engagement partner that prepared this independent auditor's review report is,

Gheorghe Alexandru MAN, financial auditor

Registered with the Authority for Public Oversight of Statutory Audit Activity
with registration number AF1242

for and on behalf of G2 Expert SRL

Registered with the Authority for Public Oversight of Statutory Audit Activity
with registration number FA1152

Auditor address:

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