

To,  
Board of Directors

We hereby inform you that, on 28.02.2021 S.C. Romcarbon S.A. had the following bank exposure:

- Bank credits in amount of 10,073,720 Euro and 3,415,350 Lei;
- Bank guarantee letters with a ceiling of RON 500,000 contracted with UniCredit Bank SA and a bank guarantee letter issued by Eximbank SA in amount of RON 15,600;
- Guarantees given to Livingjumbo Industry SA for the credits contracted with UniCredit Bank (EUR 1,057,200), cu Eximbank SA (EUR 2,000,0000 ) si Cec Bank SA (RON 5,000,000);
- Guarantees given to RC Energo Install SRL for the credit contracted with Eximbank SA in amount of RON 1,000,000.

Type	Maturity	CCY	Initial amount (euro)	Initial amount (lei)	Total exposure (euro) 28.02.2021	Total exposure (lei) 28.02.2021	Total exposure in RON equivalent 28.02.2021	Balance as at 28.02.2021	
								in euro	in lei
Credit lines/overdraft	detailed	Euro	8,000,000		8,000,000		38,996,000	6,615,272	
Investment loan-BRD II	03/09/2022	Euro	1,000,000		208,257		1,015,148	208,257	
Investment loan-BRD III	03/02/2022	Euro	3,153,160		144,621		704,956	144,621	
Investment loan- CCE 2015 - UniCredit	04/12/2023	Euro	2,967,420		1,354,920		6,604,556	1,354,920	
Investment loan Eximbank SA I	20/06/2022	Lei		6,142,500		1,120,230	1,120,230		1,120,230
Investment loan Eximbank SA II	16/12/2022	Lei		2,432,500		1,094,193	1,094,193		1,094,193
Investment loan UniCredit II	19/09/2021	Lei		2,500,000		178,655	178,655		178,655
Investment loan UniCredit III	19/09/2021	Euro	442,500		65,922		321,337	65,922	
Investment loan UniCredit IV	01/12/2021	Lei		5,400,000		506,673	506,673		506,673
Scrisori de garantie bancara - Exim Bank SA		Lei				15,600	15,600		15,600
Bank guarantee letters - UniCredit Bank SA	03/07/2023	Lei		500,000		500,000	500,000	0	59,218
Un-engagement credit for guaranteeing the interest rate hedge - UniCredit Bank	15/02/2024	Euro	300,000		300,000		1,462,350	300,000	
<b>Total</b>			<b>15,863,080</b>	<b>16,975,000</b>	<b>10,073,720</b>	<b>3,415,350</b>	<b>52,519,698</b>	<b>8,688,992</b>	<b>2,974,568</b>

**1. Detailed situation of working capital credits(overdrafts):**

Bank	Type	Ceiling	Balance as at 28.02.2021		Maturity
			in euro	in lei	
UniCredit Bank SA	Credit lines/overdraft	5,450,000	4,083,011	19,902,637	10/04/2021
Eximbank SA	Credit lines/overdraft	2,550,000	2,532,261	12,343,508	27/05/2021
<b>TOTAL</b>		<b>8,000,000</b>	<b>6,615,272</b>	<b>32,246,145</b>	

**2. Detailed situation of investment credits:**

Bank	Type	CCY	Initial amount	Balance as at 28.02.2021		Maturity
				in euro	in lei and lei equivalent	
BRD GSG SA	Investment loan (II)	EUR	1,000,000	208,257	1,015,148	03/09/2022
BRD GSG SA	Investment loan (III)	EUR	3,153,160	144,621	704,956	03/02/2022
UniCredit Bank SA	Investment loan CCE 2015	EUR	2,967,420	1,354,920	6,604,556	04/12/2023
UniCredit Bank SA	Investment loan (II)	RON	2,500,000		178,655	19/09/2021
UniCredit Bank SA	Investment loan (III)	EUR	442,500	65,922	321,337	19/09/2021
UniCredit Bank SA	Investment loan (IV)	RON	5,400,000		506,673	01/12/2021
Eximbank SA	Investment loan I	RON	6,142,500		1,120,230	20/06/2022
Eximbank SA	Investment loan II	RON	2,432,500		1,094,193	16/12/2022
<b>Total Credits in euro</b>			<b>7,563,080</b>	<b>1,773,720</b>	<b>8,645,998</b>	
<b>Total Credits in lei</b>					<b>16,475,000</b>	

**3. Detailed situation of the bank guarantee letters as at 28.02.2021:**

Beneficiary	Number	Value	Issuance date	Maturity	Bank
SNTFC CFR CALATORI	00888-02-0701748	1,290,00	28/08/2020	11/03/2021	UniCredit
SNTFC CFR CALATORI	00888-02-0720709	2,697,50	06/11/2020	18/05/2021	UniCredit
SNGN ROMGAZ SA	00888-02-0707449	2,650,30	23/09/2020	29/09/2021	UniCredit
COMPLEXUL ENERGETIC HUNEDOARA	5647	15,600,00	22/09/2020	01/10/2021	EximBank
SNS SA	00888-02-0724634	44,737,00	20/11/2020	12/12/2021	UniCredit
SNTFC CFR CALATORI	00888-02-0736168	3,557,95	29/12/2020	06/07/2021	UniCredit
SOCIETATEA DE TRANSPORT BUCURESTI STB S.A.	00888-02-0737498	4,285,15	06/01/2021	14/07/2021	UniCredit
<b>Total</b>		<b>74,817,90</b>			

We present you below information regarding the guarantees for the credits signed by SC Romcarbon SA

**1. Short term credits (overdraft)**

a) **Credit line contracted with UniCredit Bank SA in amount of EUR 5,450,000 (ctr. BUZA/014/2012)**

- > Balance as at 28.02.2021:RON 19,902,637 (equivalent of EUR 4,083,011)
- > Maturity: 10.04.2021
- > Guarantees:
  - 1. Mortgages on land and buildings owned by Romcarbon SA identified with the following cadastral numbers:
    - cadastral no. 67264 (in total surface of 10,037 mp) located in 132 Transilvaniei street, Buzau;
    - cadastral no. 54304 (in total surface of 16,787 mp) located in 132 Transilvaniei street, Buzau;

- cadastral no. 67301 in suprafata de 3,348 mp resulted from the annexation of the cadastral number 64699 with an area of 3,308 sq m and 67265 with an area of 40 sq m, located in 132 Transilvaniei street, Buzau;
  - cadastral no. 64371 in total surface of 22,830 mp resulting from the separation of the cadastral number 54553 former 18335 (in total surface of 23,451 mp) located in 132 Transilvaniei street, Buzau.
  - cadastral no. 52784 fost 344/1/5 (in total surface of 7,659 mp) located in 132 Transilvaniei street, Buzau.
  - cadastral no. 52768 fost 344/1/7 (in total surface of 10,191 mp) located in 132 Transilvaniei street, Buzau.
  - cadastral no. 54575 fost 344/1/1 (in total surface of 9,814 mp) located in 132 Transilvaniei street, Buzau.
2. Security mortgage on the present and future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA;
  3. Security mortgage on the present and future current accounts opened by Livingjumbo Industry SA in lei and currency at UniCredit Bank SA;
  4. Assignment of receivables from present and future contracts/orders and/or invoices concluded by Romcarbon SA with its clients, with the possibility of sending notifications to the assigned clients according to the negotiations with the bank. At this date are notified the following clients: Livingjumbo Industry SA ,P.H. Bratpol Polonia, Yugosac D.O.O.Serbia, KASAKROM Chemicals SRL Bucuresti, Arpa SA Logistics Grecia, Metro Cash & Carry Romania SRL, Comandor Impex SRL Focsani, Auchan Romania SA, Snick Ambalaje si Consumabile Magura BZ, Carrefour Romania SA, Horeca Distribution SRL Bucuresti, V&T Trade Ltd Sofia Bulgaria
- The list could be updated by including or excluding new/existing clients;
5. Security mortgage on stocks having a minimum value of EUR 2,000,000;
  6. Subsequent rank mortgage over 4 equipment having a market value of EUR 334,000 according to the evaluation report from 11.01.2021 and a net book value as at 28.02.2021 of RON 1,026,344;
  7. „No claims” blank promissory note.
  8. Livingjumbo Industry SA having the quality of co-borrower.
- b) Credit line contracted with Banca de Export-Import a Romaniei Eximbank SA in amount of EUR 2,550,000 (ctr. 8 - ABZ/28.05.2020)**
- Balance as at 28.02.2021: RON 12,343,508 (equivalent of EUR 2,532,261)
  - Maturity: 27.05.2021
  - Guarantees:
    1. Mortgages on land and buildings owned by Romcarbon SA identified with the following cadastral numbers:
      - 61094(344/1/6) in total surface of 8,922 sq m , 52789( 344/1/8) in total surface of 17,922 sq m, 65873(344/1/9) in total surface of 5,950 sq m, 52808( 344/1/11) in total surface of 4,561 sq m, 54430 in total surface of 1,320 sq\_m (subsequent rank) located in 132 Transilvaniei street, Buzau;
    2. Subsequent rank mortgage over an equipment (PE washing, sorting and mincing line), having a market value as at 05.05.2020 of EUR 527,500 and a net book value as at 28.02.2021 of RON 2,399,059;
    3. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at EximBank SA;
    4. Assignments of the present and future receivables resulted from the commercial tranzactions with, including but not limited to: Ductil SA, Dedeman SRL, Nenea SRL, Agrana Romania SRL, Romania Hypermarche SRL, Hitexim SRL, Magic Serv SRL, Sapte Spice SA, Roca Obiecte Sanitare, GD Agro Com SRL, M&V SRL, Autonet Import SRL, Subsansamble Auto SA, Fabryo Corporation SRL;
    5. Assignments of the present and future receivables resulted from the commercial tranzactions with Toro Manufacturing and Sales SRL, Leroy Merlin Romania SRL, Moara Cibin SA, Pambac SA and other clients agreed with the bank;

6. „No claims“ blank promissory note.

## II. Long-term credits

- a) **Investment loan II in amount of EUR 1,000,000 (partially used) contracted with BRD GSG. (ctr. 148007/9022/03.11.2014)**
- > Balance as at 28.02.2021:RON 1,015,148 (equivalent of EUR 208,257)
  - > Maturity: 03.09.2022
  - > Guarantees:
1. Security mortgage on the present and future current accounts opened in lei and currency by Romcarbon SA at BRD GSG Suc. Buzau;
  2. Security mortgage on the present and future current accounts opened in lei and currency by LivingJumbo Industry SA as co-debtor at BRD GSG Suc. Buzau;
  3. Mortgage over 4 equipment having anet book value as at 28.02.2021 of RON 2,533,068;
- b) **Investment loan III in amount of EUR 3,153,160 contracted with BRD GSG. (ctr. 150819/9022/19.12.2014)**
- > Balance as at 28.02.2021:RON 704,956 (equivalent of EUR 144,621)
  - > Maturity: 03.02.2022
  - > Guarantees:
1. Security mortgage on the present and future current accounts opened in lei and currency by Romcarbon SA at BRD GSG Suc. Buzau;
  2. Security mortgage on the present and future current accounts opened in lei and currency by Livingjumbo Industry SA as co-debtor at BRD GSG Suc. Buzau;
  3. First rank mortgage on land and buildings with a total area of 35,159 s qm identified with the following cadastral numbers: 65984 having an area of 17,373 s.qm, 54582 having an area of 4,108 s.qm and 64815 having an area of 13,678 s.qm;
- c) **Investment loan for acquisition of equipment and for financing/refinancing the production hall re-arrangement in amount of RON 6,142,500 signed with Banca de Export-Import a Romaniei Eximbank SA. (ctr. 1-ABZ/21.07.2015)**
- > Balance as at 28.02.2021: RON 1,120,230
  - > Maturity: 20.06.2022
  - > Guarantees:
1. Mortgage over land and buildings having a total area of **22,621 s qm** identified with the following cadastral numbers 52853 with an area of 1,323 sq m, 52837 with an area of 1,907 sq m, 54588 with an area of 4,882 sq m, 54558 with an area of 152 sq m, 54430 with an area of 1,320 sq m, 60631 with an area of 911 sq m, 64035 with an area of 601 sq m and 56197 with an area of 11,525 sq m;
  2. Mortgage over 2 equipment having a market value according with the evaluation reports from 05.05.2020 and 21.07.2020 of EUR 666,500 and a net book value as at 28.02.2021 of RON 3,098,157;
  3. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at EximBank SA;
  4. „No claims“ blank promissory note.

- d) Investment loan for co-financing the project „ Development of Romcarbon SA“ in amount of EUR 2,967,420 signed with UniCredit Bank SA (ctr. BUZA/010/2015)**
- Balance as at 28.02.2021: RON 6,604,556 (equivalent of EUR 1,354,920)
  - Maturity: 04.12.2023
  - Guarantees:
  - 1. Mortgage over the equipment purchased within the project „Development of Romcarbon SA“ having a market value as at 26.05.2020 of EUR 4,114,500 and a net book value as at 28.02.2021 of RON 19,537,331;
  - 2. Security mortgage on the present and future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA;
- e) Investment loan II in amount of RON 2,500,000 contracted with UniCredit Bank SA for co-financing the investment plan 2016 (ctr. BUZA/023/2016)**
- Balance as at 28.02.2021:RON 178,655
  - Maturity: 19.09.2021
  - Guarantees:
  - 1. Mortgage over land and buildings identified with cadastral number 67264 (in total area of 10,037 sq m) located in 132 Transilvaniei street, Buzau;
  - 2. Mortgage over land and buildings identified with cadastral number 54304 (in total area of 16,787 sq m) located in 132 Transilvaniei street, Buzau;
  - 3. Security mortgage on stocks having a minimum value of EUR 2,000,000;
  - 4. Subsequent rank mortgage over 4 equipment having a market value of EUR 334,000 according to the evaluation report from 11.01.2021 and a net book value as at 28.02.2021 of RON 1,026,344;
  - 5. Subsequent rank mortgage over 3 equipment having a market value as at 21.09.2020 of EUR 607,200 and a net book value as at 28.02.2021 of RON 2,849,107;
  - 6. Security mortgage on the present and future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA;
- f) Investment loan III in amount of EUR 442,500 contracted with UniCredit Bank SA for co-financing the investment plan 2016 (ctr. BUZA/024/2016)**
- Balance as at 28.02.2021: RON 321,337 (equivalent of EUR 65,922)
  - Maturity: 19.09.2021
  - Guarantees:
  - 1. Mortgage over land and buildings identified with cadastral number 67264 (in total area of 10,037 sq m) located in 132 Transilvaniei street, Buzau;
  - 2. Mortgage over land and buildings identified with cadastral number 54304 (in total area of 16,787 sq m) located in 132 Transilvaniei street, Buzau;
  - 3. Security mortgage on stocks having a minimum value of EUR 2,000,000;
  - 4. Subsequent rank mortgage over 4 equipment having a market value of EUR 334,000 according to the evaluation report from 11.01.2021 and a net book value as at 28.02.2021 of RON 1,026,344;
  - 5. Subsequent rank mortgage over 3 equipment having a market value as at 21.09.2020 of EUR 607,200 and a net book value as at 28.02.2021 of RON 2,849,107;
  - 6. Security mortgage on the present and future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA;
- g) Investment loan IV in amount of RON 5,400,000 contracted with UniCredit Bank SA for refinancing the investments financed by the company in 2016 (ctr. BUZA/038/2016)**
- Balance as at 28.02.2021:RON 506,673

- Maturity: 01.12.2021
- Guarantees:
  1. Mortgage over 35 equipment having a market value as at 1313.10.2020 of EUR 673,100 and a net book value as at 28.02.2021 of RON 1,204,037;
  2. Mortgage over land and buildings identified with cadastral number 67264 (in total area of 10,037 sq m) located in 132 Transilvaniei street, Buzau;
  3. Mortgage over land and buildings identified with cadastral number 54304 (in total area of 16,787 sq m) located in 132 Transilvaniei street, Buzau;
  4. Mortgage over land and buildings identified with cadastral number 61039-C1-U12, 61099-C1-U2, 6777, 6778 and 6779 located in Bulevardul Unirii, BLE3-E4, Buzau;
  5. Security mortgage on stocks having a minimum value of EUR 2,000,000;
  6. Subsequent rank mortgage over 4 equipment having a market value of EUR 334,000 according to the evaluation report from 11.01.2021 and a net book value as at 28.02.2021 of RON 1,026,344;
  7. Security mortgage on the present and future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA;

***h) Investment loan II in amount of RON 2,432,500 for financing and refinancing some investments from 2017 investment plan contracted with Banca de Export-Import a Romaniei Eximbank SA, (ctr. 7-ABZ/18.12.2017),***

- Balance as at 28.02.2021: RON 1,094,193
- Maturity: 16.12.2022
- Guarantees:
  1. Subsequent rank mortgage over an equipment (PE washing, sorting and mincing line) having a market value as at 55.05.2020 of EUR 527,500 and a net book value as at 28.02.2021 of RON 2,399,059;
  2. Mortgage over an equipment (Filtering and regranulating line) having a market value as at 07.10.2020 of EUR 813,600 si o valoare neta contabila la 28.02.2021 de 2,705,905 lei;
  3. Mortgage over 3 forklifts having a market value as at 77.10.2020 of EUR 40,800 and a net book value as at 28.02.2021 of RON 184,885;
  4. Mortgage over 9 equipment purchased within this project having a market value as at 05.05.2020 and 07.10.2020 of EUR 102,000 and a net book value as at 28.02.2021 of RON 507,451;
  5. Assignments of the present and future receivables resulted from the commercial transactions with Toro Manufacturing and Sales SRL, Leroy Merlin Romania SRL, Moara Cibin SA, Pambac SA and other clients agreed with the bank;
  6. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at EximBank SA;
  7. „No claims” blank promissory note issued by Romcarbon SA.

**III. Bank guarantee letter facility**

**Bank guarantee letter facility contracted with UniCredit Bank SA with a ceiling of RON 500,000 (ctr. BUZA/002/2009).**

- Maturity: 03.07.2023
- Guarantees:
  1. Mortgage over two equipment – PP extruding line (inventory no.24078) having a market value as at 22.04.2020 of EUR 39,600 and a net book value as at 28.02.2021 of RON 0 and over Flexographic printing machine (inventory no.24075) having a market value as at 22.04.2020 of EUR 21,900 and a net book value as at 28.02.2021 of RON 0

2. Security mortgage on the present and future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA.

#### **IV. Treasury Line**

**Unengagement credit – treasury line- in amount of EUR 300,000**, contracted with UniCredit Bank SA (ctr. BUZA/15/2016) *for hedging against the interest rate risk associated to the credit granted according to the contract BUZA/010/2015.*

- Maturity: 15.02.2024
- Guarantees:
  1. Security mortgage on stocks having a minimum value of EUR 2,000,000;
  2. Security mortgage on the present and future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA.

#### **V. Guarantees given to affiliates**

**Guarantees given to LivingJumbo Industry SA for the following credits contracted with UniCredit Bank SA**

- Investment loan in amount of EUR 607,200 (Maturity : February 2024), ctr. BUZA/016/2015, guaranteed by a subsequent rank mortgage over land and buildings identified with cadastral number 67264 (with an area of 10,037 sq m) and cadastral number 54304 (with an area of 16,787 sq m), by security mortgage on stocks having a minimum value of EUR 2,000,000 and by a subsequent rank mortgage over 4 equipment having a market value of EUR 334,000 according to the evaluation report from 11.01.2021 and a net book value as at 28.02.2021 of RON 1,026,344;
- Unengagement credit – treasury line – in amount of EUR 450,000 Eur (maturity February 2024), ctr. BUZA/044/2016, guaranteed by a pledge over a stock having a minimum amount of EUR 2,000,000.

**Guarantees given to LivingJumbo Industry SA for the following credit contracted with Exim Bank SA**

- Credit line having a ceiling of EUR 2,000,000 (Maturity 27.05.2021),ctr. 9 - ABZ/28.05.2020, guaranteed by a subsequent rank mortgage over a pre-sorting equipment(Sutco) having a market value as at 21.07.2020 of EUR 139,000 and a net book value as at 28.02.2021 of RON 699,098, as well as through a fidejussio contract concluded between the bank and Romcarbon SA.

**Guarantees given to LivingJumbo Industry SA for the following credit contracted with Cec Bank SA**

- Credit line having a ceiling of RON 5,000,000 (Maturity 14.02.2022), guaranteed by a mortgage over 15 equipment ownership of Romcarbon SA, having a market value as at 22.10.2020 of EUR 1,300,370 and a net book value as at 28.02.2021 of RON 5,247,190.

**Guarantees given to RC Energo Install SRL for the following credits contracted with EximBank SA**

- Credit line in amount of RON 1,000,000 lei for financing the current activity (Maturity 27.05.2021), guaranteed by a subsequent rank mortgage over the equipment Coperton line (filtering and regenerating line ZSK 70 mc 18) having the inventory no. 24781 and a market value of EUR 813,600 according to the evaluation report from 07.10.2020 and a net book value as at 28.02.2021 of RON 2,705,905;

**Summarization  
(net book value)**

<b>Land</b>	34,157,477 lei
<b>Buildings</b>	20,708,140 lei
<b>Equipment</b>	33,580,377 lei
<b>Inventories</b>	9,749,000 lei
<b>Total</b>	<b>98,194,993 lei</b>

For the loans and bank guarantee letters presented above, SC Romcarbon S.A. had on 28.02.2021 guarantees in the form of mortgages and pledges as follows:

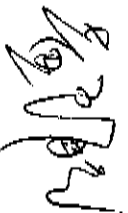
**We kindly ask you to submit for approving in EGSA the following:**

- The possibility to contract if it is needed a factoring facility with the ceiling of EUR 500,000 for a period of 36 months;
- Prolongation at maturity or, if it is necessary, before maturity, the bank guarantees letter contracted with UniCredit Bank SA having a ceiling of RON 500,000 with a period of 36 months;
- 12 months extension of the credit line contracted with Eximbank SA ( in amount of EUR 2,550,000) and 13 months extension of the credit line contracted with UniCredit Bank SA (in amount of EUR 5,450,000) maintaining the afferent guarantees;
- Contracting a multicurrency credit for investment in amount of EUR 1,000,000 euro for a period of 60 months;
- Contracting a multicurrency credit line in amount of EUR 500,000 for financing raw materials acquisitions for a maximum period of 12 months;
- S.C. Romcarbon S.A's bank exposure for the years 2021-2022;
- Empower the Board of Directors to negotiate and decide regarding :
  - a) changing the credit conditions of the existing contracts/ prolongation of the short term credit facilities with a period of maximum 12 months;
  - b) changing the guarantees and/or approving new quarantees for the existing credits and approving guarantees for the new investment credits which will be signed within the approved bank exposure;
  - c) contracting new credits within the approved bank exposure.
- Empower the General Manager – Huang Ling Neng and the Financial Manager – Zainescu Viorica Ioana to sign all and any document (credit contract, guarantee contract, s.o.) in connection with carrying out the decision of the Extraordinary General Meeting of Shareholders.

Thank you!

**General Manager,**

**Huang Liang Neng**



**Financial Manager,**

**Ec.Zainescu Viorica Ioana**

