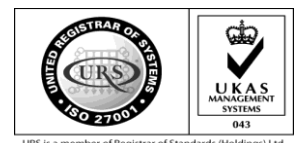




H1 2021 Board of Directors' Report related to the consolidated financial statements



URS is a member of Registrar of Standards (Holdings) Ltd.

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Half-yearly report, in accordance with: *Law no. 24/2017, Title III – Issuers whose securities are admitted to trading on a regulated market, Chapter III – Regular Notification; FSA Rule. 5/2018 on issuers of financial instruments and market operations; FSA Rule no. 39/2015 on the approval of accounting regulations compliant with the International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by FSA.*

Report date: 15th September 2021

Issuer's name: EVERGENT Investments SA

Headquarters: 94 C Pictor Aman Street, Bacau

Phone/fax/e-mail: 0234576740 / 0234570062 / office@evergent.ro

Tax identification code: 2816642

Trade Registry no.: JO4/2400/92

EUID: ROONRC. J/04/2400/1992

LEI: 254900Y100025N04US14

Subscribed and paid-up capital: 98.947.917,60 lei

Number of issued shares: 989.479.176

Nominal value: 0,1 lei/share

Shareholding structure: 100% private

Free float: 100%

FSA Registry no.: PJR07¹AFIAA/040002 - Certified alternative fund manager; PJR09FIAIR/040003 - Alternative investment fund destined for retail investors (AIFRI)

Regulated market on which issued securities are traded: Bucharest Stock Exchange, Premium category

International identifiers: Bucharest Stock Exchange: EVER; ISIN: ROSIFBACNORo; Bloomberg FIGI: BBG000BMN556; Reuters RIC: ROEVER.BX

1. Presentation of the development and performance of the activities and position of EVERGENT Investments Group

EVERGENT Investments SA is set-up as a Romanian, private-law legal entity, organized as a joint-stock company, classified in accordance with applicable regulations as Alternative Investment Fund Manager for Retail Investors – A.I.F.M.R.I, with a diversified investment policy, closed-end, self-managed (FSA authorization no. 101/26.06.2021) and as Alternative Investment Fund Manager – AIFM (FSA authorization no. 20/23.01.2018.).

The Company functions abiding by the provisions of Law no. 24/2017 on the issuers of financial instruments and market operations, Law no. 74/2015 on managers of alternative investment funds, Law no. 243/2019 (AIF) and Law no. 31/1990.

Purpose – increase of the assets under management.

The Company's **main field of activity** is financial investments.

Its activity object consists in:

- Portfolio management;
- Risk management;
- Other auxiliary activities related to collective administration activities, allowed by the law in force.

The Company is self-managed in an unitary system.

The shares and shareholders' record is kept according to the law by Depozitarul Central S.A. Bucharest.

The assets deposit services are provided by BRD – Société Générale S.A. – a company authorized by the Financial Supervision Authority.

1.1. Consolidation Area

The consolidated financial statements on 30th June 2021 include the Company and its subsidiaries (hereinafter referred to as "Group"), as well as the Group's interests in associates.

Subsidiaries are entities under the Group's control. Control represents the power to lead the financial and operational policies of an entity in order to obtain benefits from activities. The financial statements of the subsidiaries are included in the consolidated financial statements from the time control begins to be exercised up to the time control ceases. The accounting policies of the Group's subsidiaries have been modified for the purpose of aligning them to those of the Group.

Associates are those companies in which the Group can exercise a significant influence but not control over financial and operational policies.

The consolidated financial statements include the Group's share in the profit/loss of associates based on the equivalence model, from the date the Group has started to exercise significant influence up to the date when this influence ceases.

On 30th June 2021 EVERGENT Investments holds one investment in an associate, Străulești Lac Afla SA company with 50% holding.

The Group's policies regarding consolidation bases can be found in the explanatory notes included in the Group's consolidated financial statements.

The members of EVERGENT Investments Group:

No	Subsidiary name	Direct holding EVERGENT Investments – parent company %	Weight of total assets % 31.06.2021	Company type (closed/ listed)	Activity
1	EVERLAND (former AGROLAND CAPITAL SA Bacau)	99,99	1,56	Unlisted	Real estate - private equity portfolio
2	TESATORIILE REUNITE SA Bucuresti	99,99	1,81	Unlisted	
3	REGAL SA Galati	93,02	0,38	BVB-ATS (REGL)	
4	MECANICA CEHLAU SA Piatra Neamt	73,30	0,99	BVB-REGS (MECF)	Agriculture - private equity portfolio
5	AGROINTENS SA Bucuresti	99,99	1,86	Unlisted	
6	CASA SA Bacau	99,60	0,83	Unlisted	Own and support EVERGENT Investments
Total			7,50*		

The 7,50% weight of total assets includes shares Agointens SA shares of 1.750.000 lei subscribed up to 30.06.2021, but assigned in July 2021.



Statement of mutual holdings of entities included in the consolidation area (30.06.2021).

Subsidiary name	Shareholders	No. of shares	% holding	Nominal value (lei)
Agrointens SA	EVERGENT Investments SA	3.262.911	99,999	10
	CASA SA	1	0,001	
	TOTAL	3.262.912	100	
Everland SA (former Agroland Capital SA)	EVERGENT Investments SA	3.812.000	99,992	10
	CASA SA	1	0,008	
	TOTAL	3.812.001	100	
Casa SA	EVERGENT Investments SA	7.978.462	99,601	2,5
	Other shareholders	31.946	0,399	
	TOTAL	8.010.408	100	
Tesatoriile Reunite SA	EVERGENT Investments SA	1.763.027	99,999	2,5
	CASA SA	1	0,001	
	TOTAL	1.763.028	100	
Regal SA	EVERGENT Investments SA	1.116.258	93,021	0,1
	A.A.A.S. BUCURESTI	29.035	2,42	
	Other shareholders	54.707	4,559	
	TOTAL	1.200.000	100	
Mecanica Ceahlau SA	EVERGENT Investments SA	175.857.653	73,30	0,1
	New Carpathian Fund	48.477.938	20,21	
	Other shareholders	15.572.869	6,49	
	TOTAL	239.908.460	100	

1.2. Summary regarding subsidiaries (object of activity, main financial results)

The Group's basic activities are the financial investments carried out by the Company, as well as the activities carried out by the subsidiaries, consisting mainly in the following:

- Real estate
- Agriculture
- Support for EVERGENT Investments

Below we shall briefly present the main financial benchmarks of the Companies in the Group.

1.2.1. Mecanica Ceahlău S.A.

The company's main object of activity is the manufacturing of agricultural machinery. Setup in 1921, SC Mecanica Ceahlău SA Piatra –Neamt is today one of the most famous agricultural machinery manufacturing companies in Romania. The machines and equipment manufactured by „Mecanica Ceahlău” cover the entire range of agricultural works, from soil preparation for seeding to harvesting.

Main financial results (IFRS):

lei	2019	H1 2020	2020	H1 2021	H1 2021/H1 2020 evolution %
Total assets	70.921.839	58.101.875	54.432.950	58.510.151	101%
Turnover	28.593.142	8.636.678	18.020.000	15.064.998	174%
Profit (Loss)	10.599.011	(369.574)	(2.338.925)	687.283	186%
ROE %	22,63	n/a	n/a	2,0%	N/A
ROA %	14,94	n/a	n/a	1,0%	N/A

The company manages to return to profit, following the important turnover increase in comparison to the previous year.

1.2.2. Țesătoriile Reunite S.A.

Its main activity object is real-estate development. Tesatoriile Reunite Company was set-up in 1933. At present it operates in the field of industrial real-estate rental and real-estate development.

Main financial results (IFRS):

lei	2019	H1 2020	2020	H1 2021	H1 2021/H1 2020	Evolution%
Total assets	102.249.939	52.868.967	47.455.543	62.495.721		118%
Turnover	66.228.149	90.251.192	95.498.541	970.479		1%
Profit (loss)	17.259.789	15.496.174	14.832.992	(1.193.710)		-8%
ROE %	31,09	38,04	41,74	n/a		n/a
ROA %	16,88	29,31	32,02	n/a		n/a

The significant turnover and profitability decrease of the company is explained by the fact that the sale of apartments from Baba Novac Residence residential center, developed by Tesatoriile Reunite was completed in 2020.

1.2.3. Regal S.A.

Regal S.A. was setup in 1990 through the decision of Galati district Prefecture as a joint stock company, based on Law no. 15/1991 and Law no. 31/1990. The main activity object of the company is the rental of its own real-estate property.

Main financial results (IFRS):

lei	2019	H1 2020	2020	H1 2021	H1 2021/H1 2020	Evolution%
Total assets	11.863.835	8.950.865	10.022.202	9.890.727		111%
Turnover	436.585	135.175	276.893	119.457		88%
Profit (loss)	3.257.693	(405.914)	178.828	(22.007)		5%
ROE %	40,40	n/a	3,52	n/a		n/a
ROA %	27,46	n/a	1,78	n/a		n/a

Income from rental of owned spaces obtained in 2021 and 2020 were affected by Covid-19 without jeopardizing the continuation of activity, but with effects on the company's profitability.

1.2.4. Casa S.A.

Setup in 1999 as a joint stock company, based on Law no. 31/1990, the main object of activity of the Company consists in rental and sub-rental of its own or rented real estate property.

Main financial results (IFRS):

lei	2019	H1 2020	2020	H1 2021	H1 2021/H1 2020	Evolution%
Total assets	15.702.459	15.523.175	22.567.765	22.675.752		146%
Turnover	1.326.706	647.068	1.557.886	975.893		151%
Profit (loss)	1.307.646	(48.026)	(1.487.629)	288.057		600%
ROE %	9,18	n/a	n/a	1,0%		n/a
ROA %	8,33	n/a	n/a	1,0%		n/a

Following the significant decrease in 2020 after the start of the COVID-19 pandemic, with impact on all company's indicators, the effects of this crisis were absorbed and increase was registered.

1.2.5. Agrintens S.A.

Set-up in 2014 based on Law no. 31/1990, the company's main object of activity is the growing of fruit-bearing plants, strawberries, nut trees and other fruit-bearing trees.

Main financial results (IFRS):

lei	2019	H1 2020	2020	H1 2021	H1 2021/H1 2020	Evolution%
Total assets	36.859.273	37.804.651	38.982.127	38.864.620		103%
Turnover	5.659.167	224.303	8.215.101	82.522		37%
Profit (loss)	(2.516.243)	(1.351.657)	(1.351.559)	(1.130.172)		84%
ROE %	n/a	n/a	n/a	n/a		n/a
ROA %	n/a	n/a	n/a	n/a		n/a

The loss registered is in line with the company's financial forecasts, as it manages newly set-up companies.

1.2.6. Everland S.A. (former Agroland Capital S.A.)

Set-up in 2014 based on Law no. 31/1990, the company was set-up with the purpose of capitalizing on investment opportunities in the agribusiness – real-estate field.

Main financial results (IFRS):

lei	2019	H1 2020	2020	H1 2021	H1 2021/H12020 Evolution	%
Total assets	40.266.296	43.685.755	41.582.609	41.206.758		94%
Turnover	78.334	9.754	32.811	16.121		165%
Profit (Loss)	584.902	(576.445)	2.303.234	(394.093)		68%
ROE %	1,87	n/a	6,7	n/a		n/a
ROA %	1,45	n/a	5,54	n/a		n/a

1.3. Influences resulted from consolidation operations

1.3.1. Comparative statement of assets on 30th June 2021

The table below presents the comparative status of assets based on the figures in the individual and consolidated financial statements drafted in accordance with IFRS.

Balance position	Company	Group	Differences
Cash and current accounts	476.990	4.565.153	4.088.163
Bank deposits with initial maturity within 3 months	208.841.355	237.113.172	28.271.817
Bank deposits with initial maturity higher than 3 months	-	2.351.792	2.351.792
Financial assets at fair value through profit or loss	376.422.596	324.746.292	(51.676.304)
Financial assets measured at fair value through other comprehensive income	1.746.663.053	1.588.617.479	(158.045.574)
Investments accounted for using the equity method	-	38.824.343	38.824.343
Bonds at amortized cost	34.023.614	17.333.100	(16.690.514)
Bonds at fair value through other comprehensive income	4.052.361	4.052.361	-
Investment property	4.103.857	74.476.094	70.372.237
Goodwill	-	4.339.505	4.339.505
Intangible assets	385.246	1.046.700	661.454
Property, plant and equipment	7.344.526	53.015.613	45.671.087
Intangible assets held for sale	-	23.779.031	23.779.031
Right-of-use assets	937.218	1.991.948	1.054.730
Inventory	-	28.915.530	28.915.530
Other financial assets at amortized cost	20.193.152	28.744.827	8.551.675
Other assets	366.872	2.181.233	1.814.361
Total assets	2.403.810.840	2.436.094.173	32.283.333

1.3.2. Comparative statement of liabilities and equity on 30th June 2021

The table below presents a comparative statement of liabilities and equity based on the figures in the individual and consolidated financial statements prepared in compliance with IFRS.

Balance position	Company	Group	Differences
Loans	-	8.904.175	8.904.175
Lease liabilities	883.305	1.877.167	993.862
Dividends payable	47.813.513	48.333.790	520.277
Provisions for risks and charges	132.944	1.424.149	1.291.205
Liabilities related to deferred profit tax	116.794.744	123.739.551	6.944.807
Liabilities related to current profit tax	10.064.487	10.064.487	-
Financial liabilities at amortized cost	627.324	7.479.409	6.852.085
Other liabilities	2.074.732	3.672.626	1.597.894
Total liabilities	178.391.049	205.495.354	27.104.305
Share capital	514.402.388	514.402.388	-
Retained earnings	946.304.637	944.660.422	(1.644.215)
Reserves from the revaluation of property, plant and equipment	8.540.229	15.937.955	7.397.726
Reserves from the revaluation of FVTOCI assets	765.148.886	748.993.995	(16.154.891)

Treasury shares	(18.345.308)	(18.345.308)	-
Equity-based payments to employees	5.398.224	5.398.224	-
Other equity instruments	3.970.735	3.970.735	-
Total equity attributable to Company's shareholders	2.225.419.791	2.215.018.411	(10.401.380)
Non-controlling interests	-	15.580.408	15.580.408
Total liabilities and equity	2.403.810.840	2.436.094.173	32.283.333

1.3.3. Comparative analysis of the statement of comprehensive income on 30th June 2021

Statement of comprehensive income	Company	Group	Differences
Income			
Gross dividend income	25.483.793	24.643.122	(840.671)
Interest income	1.620.802	1.668.192	47.390
Other operating revenue	492.199	17.499.650	17.007.451
Net gain/(net loss) from financial assets at fair value through profit or loss	38.702.482	38.716.881	14.399
Net gain from on disposal of non-financial assets	-	(21.057)	(21.057)
(Loss)/Loss reversal from non-financial assets impairment	(68.016)	1.195.853	1.263.869
(Loss)/loss reversal from non-financial assets reversal	-	(40.624)	(40.624)
(Set-up)/reversal of provisions for risks and charges	(3.600)	18.319	21.919
Expenses with wages, remunerations and other similar expenses	(9.191.688)	(15.075.506)	(5.883.818)
Other operating expenses	(4.567.498)	(18.049.599)	(13.482.101)
Other operating expenses	52.468.474	50.555.231	(1.913.243)
Financing expenses	(18.204)	(243.412)	(225.208)
Share from the profit/(loss) corresponding to associates	-	(252.464)	(252.464)
Profit before tax	52.450.270	50.059.355	(2.390.915)
Income tax	(3.568.132)	(4.029.748)	(461.616)
Net profit of the period	48.882.138	46.029.607	(2.852.531)
Other elements of comprehensive income			
Increase/ (Decrease) from revaluation of property, plant and equipment, net of deferred tax	12.333	39.224	26.891
Net gain from the revaluation of equity instruments at fair value through other comprehensive income (FVTOCI)	240.855.270	240.632.978	(222.292)
Other elements of comprehensive income – elements that will not be reclassified in profit or loss	240.867.603	240.672.202	(195.401)
Net gain from the revaluation of FVTOCI bonds	49.758	49.758	0
Other elements of comprehensive income – elements that will re reclassified in profit or loss	49.758	49.758	0
Other elements of comprehensive income - Total	240.917.361	240.721.960	(195.401)
Total comprehensive income of the period	289.799.499	286.751.567	(3.047.932)

Following the application of IFRS 9 „Financial Instruments” provisions, gain or loss from the sale of equity instruments (shares), depending on their classification, were reflected in profit or loss, in case of financial assets measured at fair value through profit or loss (FVTPL), or directly in Retained earnings in case of financial assets measured at fair value through other comprehensive elements (FVTOCI). Liability instruments (e.g. bonds, fund units) were reflected in profit or loss.

The Company's performance indicator is Net Result, which includes along with the net profit the net gain from the sale of FVTOCI financial assets, reflected in retained earnings:

(Lei)	Company	Group	Differences
Net profit of the financial year	48.882.138	46.029.607	(2.852.531)
Gain related to the transfer of FVTOCI* financial assets, net of tax, recycled in retained earnings	67.573.959	67.573.959	-
Net result	116.456.097	113.603.566	(2.852.531)

* represents a reclassification from other elements of comprehensive income to retained earnings

1.3.4. Criteria for the recognition, measurement and evaluation of financial assets on 30th June 2021 and 31st December 2020

IFRS 9 "Financial Instruments" foresees an approach regarding the classification and evaluation of financial assets, approach that reflects the business model in which financial assets are managed and cash-flow characteristics.

Depending on these criteria, financial assets are classified as: financial assets measured at fair value through profit or loss („FVTPL”), financial assets measured at fair value through other comprehensive income („FVTOCI”) and financial assets measured at amortized cost.

1.4. Predictable development of EVERGENT Investments Group

Objectives and strategy of the Group for 2021

The “key” elements of EVERGENT Investments’ investment strategy and policies are based on a resource assignment that insures the sustainable development of EVERGENT Investments’ activity and satisfaction of shareholders’ interests, both on the short and on the long term.

The solid and sustained investment policy is based on the long-term increase of managed assets, a basic element for the consolidation of investors’ trust.

Remuneration policy of EVERGENT Investments’ Shareholders

In the context of the volatility of capital markets, the Board of Directors aims to find a balance between the need to provide resources for the support of investment programs to be developed, short-term expectations of shareholders, namely the distribution of dividends and long-term expectations of shareholders, namely NAV increase and indirectly, price increase.

We have a predictable dividend policy and buy-back programs to align with our shareholders’ interests. We run buy-back programs to offer shareholders the opportunity to liquidate their holdings for a price as close to the assets value as possible. Along with the dividends, these represent a mix that we calibrate each year both in the interest of shareholders who want to mark profit, and in the interest of those who stay with the company on the long run, and benefit from an increased assets value over time.

We consider that the policy mix that includes the distribution of dividends with the possibility to subscribe to POs, offers a higher yield than in case of classic dividend distribution, remunerating invested capital at a level higher than monetary investments.

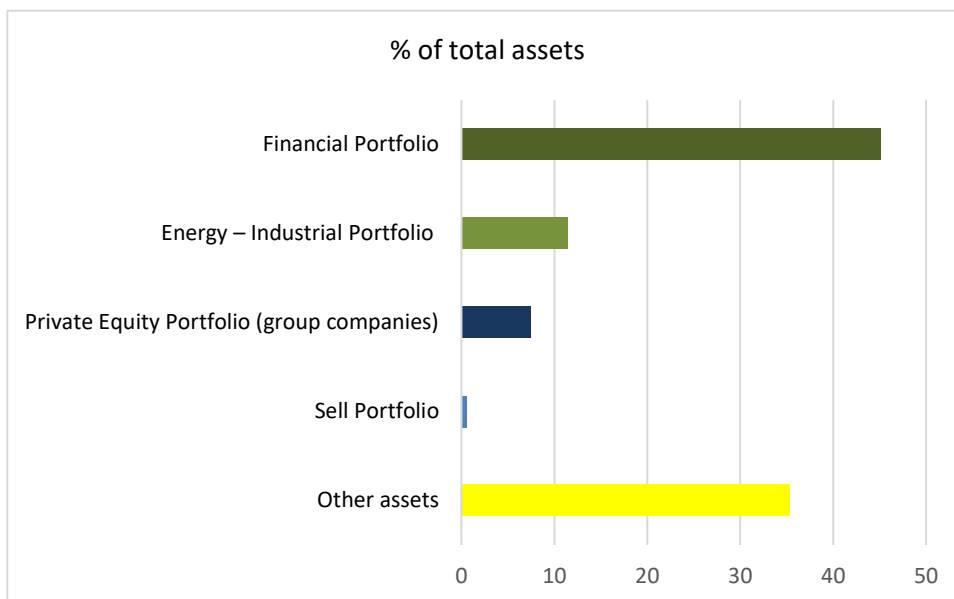
Capital operations through running a new treasury shares buy-back program for the purpose of reducing the share capital and stimulating the interest of management and employees in order to increase the efficiency of management and in agreement with legal AIFM/AIF regulations on remuneration.

Maintaining the defined strategies for assets portfolios:

In accordance with “2021 Activity Program”, “EVERGENT Investments’ Investment Strategy and Policy” and the “Simplified Prospectus of EVERGENT Investments” the strategies defined for the assets portfolios foresee:

- *Increase* for PRIVATE-EQUITY Portfolio (PPE) - “private equity” type approach within existent majority holdings (real-estate, agriculture, other sectors).
- *Performance increase* for FINANCIAL – BANKING (PFB) and ENERGY – INDUSTRIAL Portfolio (PEI)-listed portfolios that provide EVERGENT Investments’ assets with liquidity, being the main generators of revenue and sources for new investments.
- *Restructure* for SELL Portfolio– sale of historic share portfolio.

Portfolio weight in total assets value on 30.06.2021:



1.4.2. PRIVATE EQUITY Portfolio – also includes the companies in EVERGENT Investments' Group

Private-Equity Portfolio is created for the purpose of increase the long-term value of managed assets. We aim to obtain financial flows from dividends/ holdings disposal.

On 30th June 2021, the assets of the 6 subsidiaries of EVERGENT Investments Group registered a value of 180 million lei, representing 7,50% of EVERGENT Investments' total assets.

EVERGENT Investments' investment strategy to develop the PRIVATE EQUITY Portfolio is characterized by:

- a) project implementation in various activity sectors and business development for the companies in EVERGENT Investments' historic portfolio.
- b) investments in this portfolio represent a “private equity” approach that involves the **development of some existent majority holdings (real estate, agricultural machines, agribusiness), as well as new investments (real estate, agribusiness)** and offers growth opportunities on the average and long term.

Rules applied according to AIFM legislation

- ✓ Private equity type investments through which control is obtained on unlisted companies is in the line with the multiannual investment strategies and legal risk and prudential limits of EVERGENT Investments, without representing the main investment activity.
- ✓ EVERGENT Investments is a shareholder with a holding of over 99% in all unlisted shares. In the selection of monitoring of investments in unlisted companies, EVERGENT Investments applies a high level of diligence, its staff holds the adequate professional skills and abilities for the activities that are specific in the investment fields: financial analysis, legal, commercial and technical analysis, negotiation, conclusion of agreements and contracts.
- ✓ These assets are assessed in compliance with the evaluation policies and procedures, their value being reported on a monthly basis.

The “private equity” type approach involves and active involvement in entrepreneurial projects, which leads to an increase of managed assets profitability and offers the possibility to compensate the risks of possible involutions of EVERGENT Investments' ownership interest in listed companies.

Some of the investments presented in the paragraphs below are in the growth/development stage while others are in the maturity stage of the business life cycle.

1.4.2.1 AGROINTENS SA – "Extension of Blueberry Farm" Project

(www.agrointens.ro)

Agrointens is a company whose activity consists in the exploitation and capitalization of blueberry farms.

Project description: The object of the project is the set-up and development of blueberry farms. At present the following farms: Vistea – Brasov district, Mandra – Brasov district and Popesti – Arges district are in various development stages. At the end of the reporting period the planted area was 86 ha.

EVERGENT Investments' investment: 7,6 mil euro.

Current status: Seasonal agricultural works have been carried out.

Corporate Events:

22.06.2021 – EGMS approved the increase of share capital by 1.750.000 lei.

Trade Registry registration of 1.750.000 lei share capital increase, namely from 32.629.120 lei to 34.379.120 lei.

1.4.2.2. EVERLAND SA (former AGROLAND CAPITAL SA) – Iasi Real-estate project

Premises: The company was set-up for the purpose of capitalizing on investment opportunities in the agribusiness real-estate field for the purpose of generating value for shareholders. The company holds assets located in the central area of Iași municipality, with a significant real-estate development potential on all segments: residential, office and commercial:

- ✓ held land of 2,55 ha;
- ✓ administrative building (GF+8) with a built area of 4.600 square meters.

Status:

- ✓ Documentation to obtain the zonal urban plan for the multifunctional center (homes, offices, services), with the architecture company.
- ✓ In June 2021, the Company set-up an investment vehicle with 100% holding for the purpose of developing later real-estate projects.

1.4.2.3. CASA SA

The company manages real-estate property and property belonging to EVERGENT Investments and manages the companies in its own portfolio. In accordance with Resolution no. 3 of the Extraordinary General Meeting of Shareholders on 30.04.2020 company packages held by Asset Invest S.A. were purchased in the voluntary liquidation procedure. On 30.06.2021 the share portfolio of CASA SA is comprised of 50 companies, of which 24 are functional and 26 in judicial liquidation (insolvency).

The company has the following legal documents entered with EVERGENT Investments:

- ✓ Agreement for the monitoring of information and events regarding companies in EVERGENT Investments' portfolio (taken over from Asset Invest SA in July 2020)
- ✓ Mandate contract for the identification of buyers, negotiation and conclusion of share sale and purchase agreements for share in EVERGENT Investments' Portfolio (taken over from Asset Invest SA in July 2020 and ceased in 2021)
- ✓ Agreement for the delivery of archive services
- ✓ Lease contracts in Bacau and Iași belonging to EVERGENT Investments S A
- ✓ Agreement for the delivery of property management for real-property belonging to EVERGENT Investments S A

Starting on 28.08.2020, through the modification of Law no.24/2017, the obligation to report transactions with related parties are applied for transactions whose value exceeds 5% of EVERGENT Investments' net assets while the previous threshold was set at 50.000 euro .

1.4.2.4. MECANICA CEAHLAU SA

The company manufactures agricultural equipment for land process and distributes (i) Steyer and Hart tractors, (ii) Project herbicide equipment and (iii) Stoll front loaders.

In 2020, the company included in its product portfolio a new range of own mark products of towed herbicidation machines with capacities between 600 – 3500 liters that are sold under the name Clasic, Prima and Atomizor.

1.2.3.5. REGAL SA

On the reporting day, the company owns 5 trade areas and the administrative headquarters, with a built area of 2.200 square meters. The company continues the sale of the commercial areas, in accordance with the approved strategy.

1.2.3.6. TESATORIILE REUNITE SA ***Real-estate project in the North area of Bucharest***

„Baba Novac Residence" real-estate project was successfully completed, with an exit value of 35 million euro.

The company holds a 1,9 ha plot of land purchased in July 2021, in the North area of Bucharest on which it will develop a real-estate project.

2. IFRS results analysis of EVERGENT Investments Group

2.1. Key Financial Indicators (comparative presentation)

2.1.1. Liquidity Indicators

The analysis of the liquidity indicators determines the ability of the company to honor, at one point, the payment obligations assumed on the basis of current assets. The term liquidity indicates the ability of an asset to be converted into money with a minimal loss of value.

Current liquidity indicator measures the Company's ability to honor its short-term debts. Current liquidity indicator is calculated as a ratio between the Company's current assets and its short-term liabilities. The higher the value of the current liquidity indicator, the higher the ability of the Company to honor its short-term debts without resorting to long-term financing resources. Otherwise, when the value obtained is below one unit, the company will have to resort to external financing resources.

Irrespective of the activity sector the company operates in, the value that is considered optimal for the current liquidity indicators is of about 2. For an accurate interpretation of the level of current liquidity rate, it must be compared with the average level per branch or that registered by competitors.

Quick liquidity indicator shows the Company's ability to honor its short-term debts through the most liquid current assets of the Company.

Indicator name	2019	2020	H1 2021
Current liquidity indicator	13,06	10,61	11,53
Quick liquidity indicator	10,47	9,97	10,98

2.1.2. Activity Indicators

Activity indicators reveal the efficiency of a company's using its assets.

Fixed assets turnover is calculated as a ratio between the revenue from current activity and fixed assets. The turnover speed of fixed-assets evaluates the efficiency of fixed-assets management through the analysis of the turnover obtained by a certain quantity of fixed-assets.

Total assets turnover indicator is calculated as a ratio between turnover and total assets. Total assets turnover speed analyzes the turnover obtained by a certain quantity of total assets

Indicator name	2019	2020	H1 2021*
Fixed -assets turnover speed	0,16	0,11	0,05
Total assets turnover speed	0,12	0,09	0,03

*indicators have not been annualized

2.1.3. Profitability Indicators

Profitability indicators reflect the efficiency of activities carried out by a company, regarding its ability to generate profit from available resources.

Return on equity (ROE) is calculated as a ratio between profit before the payment of interest and profit tax expenses and equity.

The return on equity represents one of the most important indicators used in measuring the performance of a Company. The main objective of every business is to maximize the investments made by its shareholders. Therefore, a high ROE indicator value indicates that the investment made by the shareholders has been turned into high profit by the company's management.

Return on assets (ROA) is calculated as a ratio between net profit and total assets of the company and measures the efficiency with which assets are used from the point of view of the profit obtained, indicating how many lei are obtained for each leu invested in company's assets.

Return on assets is, along with return on equity, one of the most important return indicators of a company.

Earnings per basic share is ascertained as a ratio between net profit or loss of a company during a financial year, and the number of ordinary shares present over that period.

Earnings per basic and diluted share represent, from financial point of view, an important indicator when the earnings of a company over a period of time are compared, or when the results obtained are compared to the earnings of other companies in the same sector of activity.

Earnings per basic and diluted share (including gain from the sale of FVTOCI financial assets).

The group present in its financial statements the earnings per basic share and diluted (including gain from the sale of FVTOCI financial assets), since along with the net profit, gain from the sale of FVTOCI financial assets is considered a performance indicator of the Group and represents a potential source for the distribution of dividends to shareholders.

Indicator name	2019	2020	H1 2021*
ROE %*	8,1	0,5	2,3
ROA %*	6,2	0,3	1,9
Earning per basic share (lei/share) – profit per share	0,150	0,007	0,047
Earnings per basic share (lei/share) – including net gain from the sale of FVOCI assets	0,221	0,047	0,116
Dividend per share (lei/share) – distributed during the year from the profit of the previous year	0,0304	0,06	0,043

*Indicators have not been annualized

2.1.4. Other indicators

Indicator name	2019	2020	H1 2021
Receivables recovery period	30,16	33,43	50,33
Debt payment period	107,60	122,29	139,57
Indebtness degree (%)	9,52	7,44	8,44
Return on employed capital (Equity & loans) %*	7,95	0,45	2,26

*indicator has not been annualized

3. Description of the main risks and uncertainties that EVERGENT Investments Group faces

The management of the Group thinks that risk management should be carried out in a consistent methodological framework and that their management is an important part of the strategy regarding return maximization, obtaining the targeted level of profit while maintaining an acceptable risk exposure and abidance by legal regulations. The risk management structure set by the management of the Group is an integral part of the Group's strategic objectives.

The investment activity exposes the Group to a series of risks associated to the financial instruments held and the financial markets it operates on. The main risks the Group is exposed to are:

- Market risk (interest rate risk, currency risk and price risk);
- Liquidity risk;
- Credit and counterparty risk;
- Issuer risk;
- Operational risk.

3.1. Market Risk

Market risk is defined as the risk to register a loss or not to obtain forecast profit, as a result of price fluctuations, interest rates and currency exchange rates. For the efficient management of market risk we use specific procedures, such as:

- Procedural investment diligence process
- Constant monitoring of issuers on the market and risk/return characteristics of portfolio holdings
- Diversification of securities and activity sectors range
- Active management of the traded shares portfolio through purchases and marking-to- markets
- Optimization of performance/market risk ratio
- Adequate evaluation of unlisted interest
- Monitoring of the macroeconomic, political and sectorial context and adapting market risk to this context
- Setting limits regarding market risk appetite and tolerance and following-up that these abide by the set risk profile

The Group is exposed to the following market risk categories:

(i) Price risk

The Group is exposed to price risk as there is the possibility that the value of financial instruments fluctuate following the change of market prices.

(ii) Interest rate risk

The Group faces interest rate risk due to the exposure to negative fluctuations of the interest rate. The change of the interest rate on the market directly influences revenue and expenses of assets and liabilities bearing variable interest, as well as the market value of those bearing fixed interest.

The Group does not use derivatives to protect itself from interest rate fluctuations.

(iii) Currency Risk

Currency risk is the risk of registering losses or failure to achieve estimated profit following negative exchange rate fluctuations. The Group is exposed to currency rate fluctuations but has no formalized

policy to cover currency risk. Most financial assets and liabilities of the Group are expressed in national currency and therefore currency rate fluctuations do not significantly affect the Group's activity. The other currencies used for operations are EUR and USD.

3.2. Liquidity Risk

Liquidity risk takes two forms: cash-flow risk and assets liquidity risk.

Cash-flow risk represents the risk of registering a loss or failure to reach estimated profit, resulting from the impossibility to honor short-term payment obligations at any time, without excessive costs or losses that cannot be borne by the Group.

Assets liquidity risk represents the risk of losses that could be registered in case a position in the company's portfolio cannot be sold, liquidated or closed with limited costs, at a value close to its fair value, within a reasonable amount of time.

For efficient liquidity risk management, the Group uses specific procedures, closely connected to the liquidity and investment policies:

- Cash-flow monitoring, by setting expected liquidities entries and exists within certain time frames;
- Analysis of the ability of assets to be traded on the market and providing actual liquidities needed to cover the company's support obligations and investment objectives, through disinvestment;
- Monitoring significant liabilities and engagements that Evergent Investments has in relation to its support obligations;
- Evaluation of expected cash-flows, inconsistencies between these and the ability to counterbalance them in crisis situations, according to crisis scenarios in various time frames;
- Prevention and management of crisis situations, by mainly purchasing high-liquidity degree securities, diversifying fixed revenue instruments, etc.;
- Adequate diligence in making money placements;
- Providing a liquidity reserve with the purpose of covering additional liquidity needs that may occur within a short period of time
- Setting the limits of liquidity risk appetite and tolerance, and making sure these abide by the set risk profile.

3.3. Credit and Counterparty Risk

The Group is exposed to credit and counterparty risk stemming from the possible failure of a counterparty to meet payment obligations it has towards the Group. The Group is exposed to credit risk following investments made in bank deposits and bonds issued by municipalities or companies, current accounts, other receivables.

For the efficient management of credit and counterparty risk, the Group uses specific procedures, closely connected to its liquidity and investment policy:

- Counterparty diversification
- Prudential selection of the banks where liquidities are placed as bank deposits and current accounts, based on adequate good standing criteria
- Monitoring of investments made by OPCVM/AIF in the portfolio
- Investment in corporate bonds not admitted to trading is made based on a due diligence in accordance with specific investment diligence procedures

- Setting the limits of credit and counterparty risk appetite and tolerance, and monitoring their abidance by the set risk profile.

3.4. Issuer Risk

The Group is exposed to the current or future risk of value loss for a title in the portfolio, due either to the deterioration of its economic-financial status, or the business conditions (failure to function or lack of correlation of its internal activities according to its business plan), or to events, external trends or changes that could not have been known or prevented by the control system.

Concentration risk, associated to issuer risk represents the risk of bearing losses due to inadequate diversification (non-homogenous distribution) of exposures from capital title portfolio on terms, industrial sectors, geographic regions or issuers.

The management of issuer risk is made using specific procedures, such as:

- Insuring a high level of diligence in the selection and monitoring of issuers, through specific policies and procedures for portfolio management on issuer categories;
- Monitoring and regular revision of issuers with respect to their exposure level and defined risk profile;
- Adequate assessment of unlisted ownership interests;
- Active involvement in the management of the issuers in which the Group holds a majority position, promoting high corporate governance standards;
- Continuous training of the staff involved in portfolio management on activities that are specific for each portfolio;
- Setting limits for issuer risk appetite and tolerance and monitoring their abidance by the set risk profile.

3.5. Operational Risk

Operational risk is defined as the risk of registering loss or failure to reach estimated profit due to some internal factors, such as improper running of some internal activities, the presence of improper staff or systems or due to external factors such as economic conditions, changes on the capital market, technological progress. Operational risk is inherent to all Group activities.

The policies defined for the management of operational risk have taken into consideration all event types that might generate significant risks and methods of their manifestation, in order to eliminate or lower financial or reputational losses.

3.6. Other Risks that the Group is exposed to

Regulatory risk – current and future risk of a negative effect on profit and capital, following the significant change of the regulatory framework applicable to the functioning of the Group. The impact may refer to: reduction of the attractiveness of a certain type of investment, sudden reduction of exposure of strategic issuers, significant increase of activity costs, etc.

Systemic risk – a risk is seen as systemic if it is a substantial treat to financial stability and has the potential to lead to serious negative consequences on markets and real economies. The Group's objective is to anticipate and protect itself from these possible negative effects through crisis simulations, continuity plans and the set-up of exposure limits to relevant risks.

Strategic risk – current of future risk of a negative effect on profits and capital caused by changes in the business environment or unfavorable business decisions, by the improper implementation of decisions of lack of reaction to the changes in the business environment. The Group's objective is to

create a proper framework for the management of strategic risks, by strategic objectives with the means and methods used to reach these objectives, the necessary resources as well as the quality of the decision-making process.

Reputational risk - current or future risk of negative impact on profits and capital caused by the unfavorable perception of the company's image of shareholders, investors or supervision authority. The prevention and lowering of reputation risk is made through the following methods, not limited to them: adequate application of own ethics norms, confidentiality, as well as regulations in force concerning the prevention and fight against money laundering, preparation of an adequate form of presentation/communication of informative materials and materials for the promotion of the Group's activity, and setting work procedures and competences in case of an emergency situation.

Conflicts of interest risk– risk of loss due to any situation in which the interests of the Group are different from the personal interests of employees, directors and managers or their close relatives. The Group provides an efficient and unitary framework for conflict prevention and avoidance and adopts measures and rules to avoid conflict of interest.

Risk related to activities carried out by the Group's subsidiaries – current or future risk of negative effect on profits and capital or company reputation due to negative effects on the level of the companies within the Group. In order to manage this risk, companies within the Group include information on the relevant risks they are exposed to, their management method and possible prevention and lowering measures for these risks in their quarterly reports.

Sustainability risk – an event or an environment, social, or governance condition that, should it occur, it could cause a significant negative effect, actual or potential on investment value. Sustainability risks are included in the classification and management of risks that the Group is exposed to during its business activities.

4. Important events occurred following the end of the financial year

4.1. EVERGENT Investments SA

- ✓ EVERGENT Investments SA had informed shareholders and investors through its current report on 26.07.2021 that it has entered as Market Maker Service Agreement with Raiffeisen Centrobank AG, in force up to 31st December 2022, with extension possibility. The contract aims to increase the liquidity of EVER shares and decrease their volatility on the market. EVERGENT Investments' strategy is based on resource assignment in order to develop the company and insure the satisfaction of its shareholders' interests. The improvement of liquidity and volatility reduction are benefits for EVERGENT Investments' shareholders and creates opportunities for potential investors.
- ✓ EVERGENT Investments informed the shareholders and investors, through the current report of September 8, 2021, that the Financial Supervisory Authority authorized the changes in the Memorandum of Association of EVERGENT Investments, as a result of the decrease of the share capital from 98.947.917,60 lei to 98.121.305,10 lei, in accordance with the Resolution of the Extraordinary General Meeting of Shareholders no. 2 of April 29, 2021. The stages of registering the new share capital at the Trade Register Office, the Financial Supervisory Authority and the Depozitarul Central are in progress.

4.2. AGROINTENS SA

- ✓ Registration at Trade Registry of the share capital increase by 1.750.000 lei, namely from 32.629.120 lei to 34.379.120 lei.

4.3. AGROLAND CAPITAL SA

- ✓ Approval of share capital increase from 38.120.010 lei to 44.407.510 lei, with the amount of 6.287.500 lei, with the purpose of increasing the share capital of its 100% held subsidiary, A3 Snagov srl, for the purchase of land and later real-estate capitalization.
- ✓ Approval of name-change from AGROLAND CAPITAL SA to EVERLAND SA, through EGMS resolution on 30.08.2021.

4.4. CASA SA

- ✓ No events to report.

4.5. TESATORIILE REUNITE SA

- ✓ In July 2021, the company completed the acquisition of a land of 1,6 ha in the North part of Bucharest for later real-estate development.

4.6. REGAL SA

- ✓ No events to report.

4.7. MECANICA CEAHLAU SA

- No events to report.

5. Information on the acquisition of treasury shares by EVERGENT Investments Group

Completion of the second stage of the treasury shares buy-back program (with the modification of characteristics notified in the current report on 26.01.2021). The cumulated results of the operations are the following:

- ✓ Period: 09.12.2020 – 03.03.2021;
- ✓ Number of acquired shares: 4.686.171;
- ✓ Average price: 1,2783 lei/shares;
- ✓ Total share value: 5.990.177,98 lei;
- ✓ Percentage of EVERGENT Investments' share capital: 0,47;
- ✓ Broker: BT Capital Partners.

The running of the Public offering for EVER shares (current report on 04.03.2021)

The public offering of shares issued by EVERGENT Investments SA, with the following main characteristics, was approved through FSA resolution no. 303/03.03.2021:

- ✓ Number of shares that are object of the offer: 8.266.125, representing 0,84% of share capital;
- ✓ Purchase price: 1,6 lei per share;
- ✓ Running period: 09th March – 22nd March 2021;
- ✓ Offer broker: BT Capital Partners;
- ✓ Subscription locations: according to the offer document presented on the website site www.evergent.ro.

The purpose of the program is the reduction of the share capital through the annulment of bought-back shares, in accordance with EGMS no. 4 on 27th April 2020.

Completion of the 3rd stage of the treasury shares redemption program (current report on 07.05.2021). The cumulated results of the operations run between 29th March 2021 – 6th May 2021:

- ✓ Number of bought-back shares: 2.600.000;
- ✓ Average price: 1,4261 lei per share;
- ✓ Total share value: 3.707.955,61 lei;
- ✓ Percentage of EVERGENT Investments' share capital: 0,26%;
- ✓ Broker: BT Capital Partners

The operations are part of the policies mix of EVERGENT Investments that includes buy-back programs and dividends assignment to insure a higher return on invested capital, in comparison to other types of investments.

6. Corporate Governance

6.1. Corporate Events:

- ✓ **Financial auditor's assurance report – H2 2020**– In accordance with the requirements of art. 92 index 3 Law 24/2017 and the provisions of FSA regulation no. 5/2018, the assurance report of financial auditor Deloitte Audit SRL, corresponding to the 2nd half of 2020, regarding the abidance by the legal framework of contracts entered with EVERGENT Investments SA's subsidiaries was published. The auditors' opinion targets 2 contracts entered CASA SA. *(Current report on 29.01. 2021)*

- ✓ **The conducting of the Ordinary General Meeting of Shareholders on 28th January 2021** - Main resolutions adopted:
 1. The following individuals were elected as members of the Board of Directors of EVERGENT Investments: Ceocea Costel, Ciorcila Horia, Doros Liviu-Claudiu, Iancu Catalin-Jianu-Dan, Radu Octavian Claudiu, for a 4 years' mandate, starting on 5th April 2021 until 5th April 2025, with the mention that the exercise of attributions corresponding to the director's position shall be following the obtaining of the approval decision issued by the Financial Supervision Authority
 2. The Remuneration Policy for the Members of the Board of Directors and Company Directors has been approved. The document can be consulted on the website [www.evergent.ro/about us](http://www.evergent.ro/about-us).
 3. The Management and Administration Agreements that will be concluded by the company with the members of the Board of Directors, namely new directors for the 2021-2025 mandate have been approved. The contracts come into force on the date the directors and managers receive FSA's approval. The Contracts are in agreement with the remuneration policy approved by the shareholders.
(Current report on 28.01.2021)
Details on the resolution of the Board of Directors adopted based on GMS resolutions are presented under chapter 5.5. *Election of the Board of Directors for the 2021 – 2025 mandate.*

- ✓ **Change of the Company's name** - *(Current Report on 02.03.2021)*
Starting on the 3rd March 2021, the Company changed its name from Societatea de Investiții Financiare Moldova SA to **EVERGENT Investments SA**, based on the Trade Registry Resolution no. 2888 on 03.03.2021 and Registration Certificate series B, no. 4220559, in accordance with the resolution of the Extraordinary General Meeting of Shareholders no. 2 on 30th October 2020 and Memorandum of Association updated in accordance with FSA authorization no. 21/01.03.2021. EVERGENT Investments S.A. keeps all rights and obligations taken on by the Company under its previous name, the name change of the company not having the effect of creating a new legal entity, in accordance with applicable legal provisions.

- ✓ **Authorization of the Board of Directors of EVERGENT Investments SA** *(Current report on 31.03.2021)*
Financial Supervision Authority has authorized (authorization no. 49/30.03.2021) the following individuals as members of the Board of Directors of EVERGENT Investments SA, in accordance with Resolution no. 2 of the Ordinary General Meeting of Shareholders on 28th January 2021:
 1. Ceocea Costel
 2. Ciorcila Horia
 3. Doros Liviu-Claudiu
 4. Iancu Catalin-Jianu-Dan
 5. Radu Octavian ClaudiuThe directors' mandate is for 4 years, starting on 5th April 2021 until 5th April 2025.

✓ **Authorization of EVERGENT Investments' management** (Current report on 06.04.2021)
The Financial Supervision Authority has authorized (authorization no. 59/05.04.2021) the following individuals as chief executive officers of EVERGENT Investments SA, in accordance with the resolution of the Board of Directors on 05th April 2021:

1. Doros Liviu-Claudiu
2. Iancu Catalin-Jianu-Dan

The Board of Directors has approved the appointing of positions within the management structure, as follows:

1. Doros Liviu-Claudiu exercises the function of President – CEO.
2. Iancu Catalin-Jianu-Dan exercises the function of vice-president, deputy-CEO.

The directors' mandate is for 4 years, starting on 5th April 2021 until 5th April 2025.

✓ **The conduction of the Extraordinary and Ordinary General Meetings of Shareholders on 29th April 2021.** (Current Report on 29.04.2021)

The extraordinary and ordinary meetings of EVERGENT Investments S.A.'s shareholders were held following first convening on 29th April 2021, at the company's headquarters in Bacau, 94C Pictor Aman street. All items on the agenda were discussed and adopted. The main resolutions adopted were:

- Approval of the share capital reduction of EVERGENT Investments SA from 98.947.917,60 lei to 98.121.305,10 lei, in accordance with and motivated by EGMS Resolution no. 4 on 27.04.2020.
- Approval of the running of a treasury shares buy-back program ("Program 5") for the purpose of reducing the share capital, through share annulment. The number of shares that may be bought-back is maximum 19.625.000 shares, and maximum price per share is 2 lei.
- Approval of the consolidated and individual financial statements for 2020.
- Approval of the distribution of a gross dividend per share of 0,043 lei/share, for shareholders registered on 19th May 2021 (ex-date 18th May 2021). Payment date is 11th June 2021.
- Approval of the 2021 Activity Program and 2021 Income and Expenditure Budget.

	2021 Budget million lei
Total income	63,6
Total expenses	(45,8)
Net profit	16,4
Net gain from the disposal of FVTOCI assets	57,5
Net result	73,9
Investment program	140

✓ **Authorization of EVERGENT Investments SA as AIFRI** (Current report on 29.06.2021) – Financial Supervision Authority has issued Authorization no. 101/25.06.2021 through which EVERGENT Investments has been authorized as Alternative Investment Fund destined for Retail Investors (AIFRI), with BRD Groupe Societe Generale SA as depositary.

6.2. Corporate Governance Code

(www.evergent.ro/about-us/Corporate-Governance-Code)

6.2.1. The Structure and Method of Operation for Administrative, Management and Supervisory Bodies and Committees

6.2.1.1. General Meeting of Shareholders – The General Meeting of Shareholders is the supreme deliberating and decision body of the Company and functions in accordance with legal provisions in force and those of the Memorandum of Association. The ordinary and extraordinary general meetings of shareholders are convened by the Board of Directors in accordance with legal and statutory provisions.

(Details presented in Annex 1)

6.2.1.2. Board of Directors – the Company is managed by a Board of Directors comprised of 5 members, natural persons, elected by the General Meeting for a 4 years' period, with the possibility of being re-elected. The members of the Board of Directors are endorsed by FSA. The current members of the Board of Directors are: Ceocea Costel , Ciorcila Horia , Doros Liviu Claudiu, Iancu Catalin-Jianu-Dan, Radu Octavian-Claudiu - approved through OGMS Resolution no. 2/28.01.2021, for the 2021 – 2025 mandate and endorsed by FSA (authorization no. 49/30.03.2021).

(Details on the organization and responsibilities of the Board of Directors are presented in Annex 1).

6.2.1.3. Audit Committee - is a permanent committee, independent from EVERGENT Investments' management, subordinate to the Board of Directors. The Audit Committee assists the Board of Directors in fulfilling its responsibilities in the field of financial reporting, internal control, internal and external audit and risk management. The Audit Committee is comprised of 3 members, namely:

1. Octavian Claudiu Radu – President – non-executive and independent manager;
2. Horia Ciorcila – member - non-executive and independent manager;
3. Costel Ceocea – member – non-executive manager.

(Details on the organization and responsibilities of the Audit Committee are presented in 1)

6.2.1.4. Appointing and Remuneration Committee - committee is a permanent committee, with consultative function, independent from EVERGENT Investments' executive management, subordinate to the Board of Directors. The Committee assists the Board of Directors in its fulfillment of responsibilities related to the appointing and remuneration of members for management functions, as well as their remuneration. The Committee is comprised of 3 members, namely:

1. Costel Ceocea – President – non-executive manager
2. Horia Ciorcila – member – non-executive and independent manager;
2. Octavian Claudiu Radu –member - non-executive and independent manager;

(Details on the organization and responsibilities of the Appointing and Remuneration Committee are presented in 1)

6.2.1.5. Investment Committee - is a permanent committee, with consultative function, independent from EVERGENT Investments SA's executive management, subordinate to the Board of Directors. The Investment Committee assists and supports the Board of Directors in the fulfillment of its obligations in the field of drafting investment strategies and policies, abidance by the decisions concerning the application of investment policy, the analysis of the securities portfolio and management of related risks. The Committee is comprised of 3 members, namely:

1. Horia Ciorcila – President – non-executive and independent manager;
2. Costel Ceocea – member – non-executive manager
3. Octavian Claudiu Radu – member – non-executive and independent manager;

(Details on the organization and responsibilities of the Investment Committee are presented in Annex 1)

6.2.1.6. The Company's **executive management** is ensured, in accordance with the provisions of the Memorandum of Association, resolutions of the Board of Directors and regulations in force by the CEO and Deputy CEO, who act as managers of the company as per Companies' Law no. 31/1990. The managers meet the legal requirements for their position; have a good reputation and experience in compliance with FSA regulations, including experience regarding the AIF strategies managed by AIFM. Members of EVERGENT Investments' management: Doros Liviu Claudiu – CEO, Iancu Catalin Jianu Dan – Deputy CEO - FSA authorization no. 59/05.04.2021.

(Details on the organization and responsibilities of the Executive Management are presented in Annex 1)

6.2.1.7. The Management Committee ensures the supervision of the company's activity between the meetings of the Board of Directors within the limitations of its assigned competencies.

Each director of the company coordinates the daily activity of certain departments, according to the organizational chart, and adopted individual decisions on specific activity areas, and together they adopt resolutions within the actual collective work body, the Management Committee, applying the legal requirement that directors insure the actual management of the company. For this purpose, the Committee adopts resolutions regarding:

- the implementation of the investment strategy set by the Board of Directors
- implementation of Board of Directors' resolutions targeting assigned competencies
- issues that fall under the competence area of the Board of Directors and that are to be presented for its debate and approval, concerning assigned attributions
- issues that through their nature might impact all activity lines (business, support, compliance)
- issues that require full understanding and harmonization of business and compliance aspects, in order to adopt a decision.

(Details on the organization and responsibilities of the Management Committee are presented in Annex 1)

6.1.2. Protection of EVERGENT Investments interests /assets

The Legal department plays an important role in fulfilling the rights and obligations of the company under legitimacy conditions, its main objectives being legal assistance, counsel and representation. The Legal Department, through the activity carried out, contributes to the implementation strategies within litigations and objectives targeted by transactions inside and outside the court, providing dedicated assistance and support.

(Details regarding the organization, responsibilities, Statement of Litigations on 30th June 2021 are presented in Annex 2)

6.2. Main characteristics of the internal control and risk management systems within EVERGENT Investments Group

6.2.1. Risk Management - EVERGENT Investments sets and maintains the permanent risk management function that is independent from other functions and activities. Structurally and hierarchically the Risk Management Department is subordinate to the Board of Directors. The permanent risk management function is exercised hierarchically and functionally independently from that of portfolio management and other functional departments, by adopting all organizational measures to prevent conflict of interest stipulated expressly by the Company's internal rules. The permanent risk management function has the necessary authority and access to all relevant information necessary to fulfill its attributions and responsibilities. The personnel of the Risk Management Department:

1. Sonia Fechet- risk Manager (FSA Reg. no.: PFR132FARA/040050)
2. Elena Rebei – risk manager (FSA Reg. no.: PFR132FARA/040049)

(Details regarding the organization, responsibilities of the Risk Management department are presented in Annex 3).

6.2.2. Compliance - EVERGENT Investments sets-up and maintain a permanent and efficient compliance verification function that is independent. Structurally and hierarchically, the Compliance Department is subordinate to the Board of Directors. Each person employed by the Compliance Department is subjected to FSA certification and registered in the Public Registry of FSA. Personnel of the Compliance Department:

1. Michaela Puscas – compliance officer, compliance manager (FSA reg. no.: PFR131RCCO/04003);
2. Catalin Nicolaescu – compliance officer (FSA Reg. no.: PFR131RCCO/04004)

(Details on the organization and responsibilities of the Compliance Department are presented in Annex 3)

6.2.3. Internal Audit - EVERGENT Investments sets-up and maintains the permanent internal audit function that is separate and independent from other functions and activities of EVERGENT Investments. The department is subordinate to the Board of Directors. For the purpose of guiding the activity, the internal audit department develops policies and procedures that are aligned to the International Standards for Professional Internal Audit. FSA notified internal auditors: Virginia Sofian, Gabriela Stelea

(Details regarding the organization and responsibilities of the Internal Audit department are presented in Annex 3)

Annexes:

1. The structure and method of operation for administrative, management and supervisory bodies and committees
2. Protection of EVERGENT Investments' interests/assets through legal procedures
 - 2.1. Statement of litigations on 30.06.2021
3. Main characteristics of internal control and risk management systems
4. Condensed interim consolidated financial statements for the six months' period ended on 30th June 2021

The Board of Directors' Report H1 2021 related to the condensed consolidated interim financial statements for the six months' period ended on 30th June 2021 was approved in Board meeting on 15.09.2021.

Claudiu DOROS
CEO

Mihaela MOLEAVIN
CFO

Michaela PUSCAS
Compliance officer