rompetrol
well services

ROMPETROL WELL SERVICES SA

Unaudited Stand-Alone Preliminary Financial Statements

Prepared in accordance with
Order of Minister of Public Finance no. 2844/2016

31 December 2020

rompetrol well services

Contents	Page
Statement of profit or loss and other comprehensive income	3
Statement of financial position	4
Statement of changes in equity	5
Statement of cash flow	6
Disclaimer	7

rompetrol well services

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	- RON -	
	Date 31.12.2020	Date 31.12.2019
Turnover	47.667.818	66.135.769
Services performed	47.249.182	65.678.479
Sales of goods	418.636	457.290
Income from the production of intangible and tangible assets	58.230	-
Other operating income	869.810	845.392
OPERATING INCOME - TOTAL	**48.595.858**	**66.981.161**
Expenses with consumables	(10.853.051)	(16.784.640)
Power and water expenses	(383.087)	(244.345)
Merchandise expenses	(25.500)	(25.369)
Payroll costs, out of which:	(17.484.748)	(19.653.427)
Salaries	(16.539.435)	(18.749.593)
Social security contributions	(545.618)	(580.363)
Fixed assets value adjustment, of which	(4.895.712)	(4.883.457)
Depreciation	(4.895.712)	(4.883.457)
Current assets value adjustment	(157.126)	488.696
Expenses with third-party services	(12.922.035)	(15.259.154)
Taxes, duties and similar expenses	(658.869)	(638.445)
Provision adjustments, net	-	142.389
Other operating expenses	(333.444)	(986.952)
OPERATING EXPENSES - TOTAL	**(47.713.572)**	**(57.844.704)**
OPERATING RESULT	**882.286**	**9.136.457**
Interest income	3.680.119	4.447.212
- of which, revenues from related parties	3.667.494	4.438.897
Other financial income	419.241	233.300
FINANCIAL INCOME - TOTAL	**4.099.360**	**4.680.512**
Other financial expenses	(352.129)	(162.380)
FINANCIAL EXPENSES – TOTAL	**(352.129)**	**(162.380)**
FINANCIAL RESULT	**3.747.231**	**4.518.132**
RESULT BEFORE TAX	**4.629.517**	**13.654.588**
Income tax expense	(266.562)	(1.484.481)
RESULT FOR THE YEAR	**4.362.955**	**12.170.108**
Earnings per share	**0,0157**	**0,0437**
Other comprehensive income that will not be reclassified to profit or loss in subsequent periods (net of tax):	**(2.959.784)**	**3.302.116**
Actuarial gain / (losses) relating to retirement benefits	(1.800.752)	686.540
Remeasurement of fair value of financial assets measured at fair value through other comprehensive income	(1.159.032)	2.615.576
TOTAL COMPREHENSIVE INCOME, net of tax	**1.403.171**	**15.472.224**

General Manager
Doszhanov Abzal

SOCIETATEA COMERCIALA ROMPETROL WELL SERVICES S.A. CONSTANTA

Prepared by,
Moise Luiza-Roxana
Finance Manager

STATEMENT OF FINANCIAL POSITION

	- RON-	
	Date 31.12.2020	Date 31.12.2019
Assets		
Non-current assets		
Tangible assets	26.656.353	26.533.846
Right of use asset	2.137.506	595.061
Real estate investments	470.005	488.608
Intangible assets	195.149	273.843
Financial assets	8.258.837	9.638.637
Other financial assets	558.132	113.576
Total non-current assets	**38.275.982**	**37.643.571**
Current Assets		
Inventories	4.456.063	4.230.641
Trade and similar receivables	17.048.662	18.092.411
Availabilities in cash pooling system	82.419.445	96.010.188
Other current assets	679.272	740.984
Collateral cash for guarantee letters	1.090.552	5.350.132
Cash and deposits	7.898.599	2.211.024
Total current assets	**113.592.593**	**126.635.380**
Total assets	**151.868.575**	**164.278.951**
Capital and reserves		
Capital		
Share capital, of which:	28.557.446	28.557.446
Subscribed and paid in share capital	27.819.090	27.819.090
Share capital adjustments	738.356	738.356
Legal reserves	5.563.818	5.563.818
Other reserves	23.080.122	27.498.620
Retained earnings	58.330.959	56.872.245
Retained earnings IFRS transition	18.041.377	18.041.377
Current result	4.362.955	12.170.108
Total equity	**137.936.677**	**148.703.614**
Long-term liabilities		
Employee benefits liabilities	2.354.410	846.201
Deferred tax liabilities	648.236	1.118.539
Lease liability	525.365	427.236
Other liabilities	112.394	68.545
Total long-term liabilities	**3.640.405**	**2.460.521**
Current liabilities		
Trade payables and similar liabilities	9.499.265	12.561.905
Income tax payable	463.953	356.503
Lease liability	328.279	196.408
Total current liabilities	**10.291.497**	**13.114.816**
Total liabilities	**13.931.902**	**15.575.337**
Total equity and liabilities	**151.868.579**	**164.278.951**

General Manager,
Doszhanov Alzal

SOCIETATEA COMERCIALA ROMPETROL WELL SERVICES S.A. PLOIESTI

Prepared by,
Moise Luiza-Roxana
Finance Manager

STATEMENT OF CHANGES IN EQUITY

For the year ended as at 31 December 2019

- RON

	Share capital	Legal reserves	Other reserves	Retained earnings	Retained earnings IFRS transition	Current result	Total equity
Balance at 1 January 2019	**28.557.446**	**5.563.818**	**23.025.823**	**46.163.721**	**18.052.782**	**16.886.640**	**138.250.230**
Impact from application of IFRS 16	-	-			(11.404)		(11.404)
Balance at 1 January 2019 Restated	**28.557.446**	**5.563.818**	**23.025.823**	**46.163.721**	**18.041.378**	**16.886.640**	**138.238.826**
Profit distribution	-	-	-	16.886.640	-	(16.886.640)	-
Dividends	-	-	-	(5.007.435)	-		(5.007.435)
Current result	-	-	-	-	-	12.170.108	12.170.108
Other movements	-	-	1.170.682	(1.170.682)	-		-
Other comprehensive income	**-**	**-**	**3.302.116**	**-**	**-**	**-**	**3.302.116**
Value adjustment of Financial assets measured at fair value Through Other Comprehensive Income	-	-	2.615.576	-	-	-	2.615.576
Actuarial gain / (losses) relating to retirement benefits	-	-	686.540	-	-	-	686.540
Balance at 31 December 2019	**28.557.446**	**5.563.818**	**27.498.620**	**56.872.244**	**18.041.378**	**12.170.108**	**148.703.614**

For the year ended as at 31 December 2020

	Share capital	Legal reserves	Other reserves	Retained earnings	Retained earnings IFRS transition	Current result	Total equity
Balance at 1 January 2020	**28.557.446**	**5.563.818**	**27.498.620**	**56.872.244**	**18.041.378**	**12.170.108**	**148.703.614**
Profit distribution	-	-	-	12.170.108	-	(12.170.108)	-
Dividends	-	-	-	(12.170.108)	-	-	(12.170.108)
Current result	-	-	-	-	-	4.362.955	4.362.955
Other movements	-	-	(1.458.715)	1.458.715	-	-	-
Other comprehensive income	**-**	**-**	**(2.959.784)**	**-**	**-**	**-**	**(2.959.784)**
Value adjustment of Financial assets measured at fair value Through Other Comprehensive Income	-	-	(1.159.032)	-	-	-	(1.159.032)
Actuarial gain / (losses) relating to retirement benefits	-	-	(1.800.752)	-	-	-	(1.800.752)
Balance at 31 December 2020	**28.557.446**	**5.563.818**	**23.080.122**	**58.330.958**	**18.041.378**	**4.362.955**	**137.936.678**

General Manager,
Doszhanov Abzal

SOCIETATE COMERCIALA ROMPETROL WELL SERVICES S.A. PLOIESTI

Prepared by,
Moise Luiza-Roxana
Finance Manager

STATEMENT OF CASH FLOW

Indirect method

	- RON	
	December 31 2020	**December 31 2019**
Cash flows from operating activities:		
Net result before tax	4.629.517	13.654.589
Adjustments for:		
Depreciation and adjustments related to tangible assets and investment properties	4.505.390	4.616.351
Depreciation and adjustments related to right of use assets	301.916	205.913
Depreciation and adjustments related to intangible assets	78.692	61.194
Provisions for post-employment benefits plans and other provisions	(44.164)	(52.938)
Adjustments for inventory depreciation	105.679	84.348
Allowance for trade and other receivables	51.447	(573.044)
Trade receivables and sundry debtors write off	-	619.998
Earnings from debts write-off (unclaimed dividends)	(609.424)	(679.478)
Interest income, net	(3.643.722)	(4.420.781)
Loss / (profit) from tangible asset sales	(183.980)	(95.621)
Unrealized foreign exchange differences (Gain)/Loss	(186.836)	(115.190)
Operating profit before working capital changes	**5.004.516**	**13.305.339**
Decrease / (Increase) of performance guarantees and dividend payments accounts	3.815.024	(2.216.707)
Decrease / (Increase) of trade and other receivables	1.064.587	5.885.799
Decrease / (Increase) of inventories	(331.101)	(777.175)
(Decrease) / Increase of trade and other debts	(1.869.180)	2.748.147
Paid income tax	(657.027)	(1.904.940)
Net cash flow from operating activities	**7.026.819**	**17.040.463**
Cash flows from investments:		
Payments for purchase of tangible and intangible assets	(4.725.664)	(5.456.246)
Receipts from sale of tangible and intangible assets	300.351	179.583
Receipts from reimbursement of loans granted	-	34.300.000
(Increase) / Decrease of cash pooling balance	13.456.141	(44.839.484)
Received interest	3.814.721	4.243.523
Net cash from investments	**12.845.549**	**(11.572.624)**
Cash flows from financing activities:		
Payments corresponding to leasing contracts	(1.633.934)	(229.542)
Dividends paid	(12.550.860)	(5.145.399)
Net cash flows from financing activities	**(14.184.794)**	**(5.374.941)**
Net (decrease) / increase of cash and cash equivalents	5.679.328	80.101
Net foreign exchange differences	8.492	12.797
Cash and cash equivalents at the beginning of the financial year	2.211.024	2.118.125
Cash and cash equivalents at the end of the financial year	**7.898.599**	**2.211.024**

General Manager,
Doszhanov Abzal

SOCIETATEA COMERCIALA ROMPETROL WELL SERVICES S.A. PLOIESTI

Prepared by,
Moise Luiza-Roxana
Finance Manager

Disclaimer

The Financial Statements, prepared as at 31 December 2020, refers to the company Rompetrol Well Services SA, are preliminary and not audited.

Information included in this report are made available at the date of the current report and may be subject to update, review, modification or change without prior notice.

The analysis of the manner of transposing the financial transactions of the company for the financial year 2020 into the financial statements will continue until the financial statements are finalized and audited, which is why the presented information may change both in terms of value and of the way of presentation and classification.

General Manager,
Doszhanov Abzal

ROMPETROL WELL SERVICES S.A.

Prepared by,
Moise Luiza-Roxana
Finance Manager