

## **S.S.I.F. BRK Financial Group S.A.**

Calea Motilor, nr. 119

Cluj Napoca

## **INDEPENDENT AUDITOR'S REPORT**

*To the Shareholders of S.S.I.F. BRK Financial Group S.A.*

### **Report on the Audit of the Consolidated Financial Statements**

*Opinion on the Consolidated Financial Statements*

1. We have audited the consolidated financial statements of the S.S.I.F. BRK Financial Group S.A. (BRK Financial Group or the „Group”), which comprise the statement of financial position as at December 31, 2021, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.
2. Those consolidated financial statements are identified as follow:
  - Net assets/Shareholders' Equity 96.148.672 lei
  - Profit 15.911.956 lei
3. In our opinion, the accompanying consolidated financial statements present fairly, in all material respects the financial position of the Group as at December 31, 2021 and its financial performance and its cash flows for the year then ended in accordance with the F.S.A. Rule No. 39/2015 approving the Accounting Regulations compliant with International Financial Reporting Standards (IFRS), applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority in the Financial Instruments and Investments Sector.
4. We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company within the meaning of the Ethics Code for Professional Accountants (IESBA Code) issued by the International Ethics Standards Board for Accountants and have fulfilled our other responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

#### *Other Aspects*

5. At the date of our report the European economies are disrupted by the COVID-19 pandemic, the Romanian market making no exception from this. Those evolutions would, consequently, determine revisiting the factors that drive the valuation of the consolidated financial assets, the loans awarded and participations and the going concern of the business, without having the possibility to assess the level of such disruption at this date. Management is monitoring the events and the effects on the Group's business.

*Other information – Report on the compliance of the Director’s Report to the Consolidated Financial Statements*

6. The directors are responsible for the preparation and presentation of other information. That information includes the Directors’ Report, but do not include the consolidated financial statements and the audit report.

The directors’ report is not part of the consolidated financial statements. Our opinion on the consolidated financial statements do not cover the director’s report.

In relation with the consolidated financial statements for the year ended December 31, 2021, our responsibility is to read that other information and to assess if this information differs significantly to the consolidated financial statements or if it is significantly misstated.

In relation with the Director’s Report, we have read and we report that it was prepared, in all material respects, in accordance with the F.S.A. Rule no. 5/2018 and the Rule no. 39/2015 for entities supervised and regulated by the F.S.A.

In our opinion:

- a) Nothing was identified by us that makes us believe that the information presented in the director’s report, in all material respects, is not in accordance with the consolidated financial statements
- b) The director’s report mentioned above includes, in all material respects, the information requested by the F.S.A. Rule no. 39/2015 for the approval of the accounting regulations in accordance with the International Accounting Reporting Standards, applicable for the entities authorized, regulated and supervised by the Financial Supervisory Authority (“F.S.A.”) for the Financial Instruments and Investments Sector.

Based on our understanding and knowledge obtained during our audit on the S.S.I.F. BRK Financial Group S.A. consolidated financial statements prepared for the year ended December 31, 2021 and, on its environment, we are asked to report if we have identified significant misstatements in the directors’ Report. We have nothing to report concerning this aspect. no information that is included in the directors’ report came to our attention that would make us believe that it is misstated.

*Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements*

7. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with IFRS and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

8. In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
9. Those charged with governance are responsible for overseeing the Group's financial reporting process.

*Auditor's Responsibilities for the Audit of the Consolidated Financial Statements*

10. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.
11. We are independent towards the Group, in accordance with the Ethics Code for Professional Accountants (IESBA Code) issued by the International Ethics Standards Board for Accountants and we have fulfilled our ethical requirements in accordance with the IESBA Code.

**Report on Other Legal and Regulatory Requirements**

12. We were nominated by the general meeting of Shareholders to audit Group's the consolidated financial statements at December 31, 2021. The total duration of our engagement is of 3 years, covering the years ended December 31, 2019, December 31, 2020 and December 31, 2021.
13. We confirm that our opinion on the financial statements is according to the supplementary report presented to the Audit Committee. Also, we have maintained our independence towards the Group throughout our engagement.
14. We confirm that we have not provided any other non-audit services as mentioned in the art. 5 par. (1) of the EU regulation no. 537/2014.

**Report on compliance with the Commission Delegated Regulation (EU) 2018/815 ("European Single Electronic Format Regulatory Technical Standard " or "ESEF")**

15. We have undertaken a reasonable assurance engagement on the compliance with Commission Delegated Regulation (EU) 2019/815 applicable to the financial statements included in the annual financial report of BRK Financial Group S.A. ("the Group") as presented in the digital files.

(i) *Responsibilities of Management and Those Charged with Governance for the digital files prepared in compliance with ESEF*

BRK Financial Group’s management is responsible for preparing the digital file that comply with the ESEF.

This responsibility includes:

- the design, implementation and maintenance of internal controls relevant to the application of the ESEF
- ensuring consistency between the digital file and the financial statements to be submitted in accordance with F.S.A. Rule no. 39/2015 for the approval of the accounting regulations in accordance with the International Accounting Reporting Standards, applicable for the entities authorized, regulated and supervised by the Financial Supervisory Authority (“F.S.A.”) for the Financial Instruments and Investments Sector

Those charged with governance are responsible for overseeing the preparation of the digital files that comply with ESEF.

(ii) *Auditor’s Responsibilities for the Audit of the digital files*

Our responsibility is to express a conclusion on whether the financial statements included in the annual financial report complies in all material respects with the requirements of ESEF based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), Assurance Engagements Other than Audits or Reviews of Historical Financial Information (ISAE 3000) issued by the International Auditing and Assurance Standards Board.

A reasonable assurance engagement in accordance with ISAE 3000 involves performing procedures to obtain evidence about compliance with ESEF. The nature, timing and extend of procedures selected depend on the auditor’s judgment, including the assessment of the risks of material departures from the requirements set out in ESEF, whether due to fraud or error. A reasonable assurance engagement includes:

- obtaining an understanding of BRK Financial Group’s process for preparation of the digital file in accordance with ESEF, including relevant internal controls;
- reconciling the digital file with the audited financial statements of BRK Financial Group to be submitted in accordance with F.S.A. Rule no. 39/2015 for the approval of the accounting regulations in accordance with the International Accounting Reporting Standards, applicable for the entities authorized, regulated and supervised by the Financial Supervisory Authority (“F.S.A.”) for the Financial Instruments and Investments Sector;

- evaluate if all financial statements contained in the annual report have been prepared in a valid XHTML format.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion. In our opinion, the consolidated financial statements for the year ended 31 December 2021 presented in the digital files comply in all materials respects with the requirements of ESEF.

In this section, we do not express an audit opinion, review conclusion or any other assurance conclusion on the financial statements. Our audit opinion relating to the financial statements of the Group for the year ended 31 December 2021 is set out in the “Report on the audit of the financial statements” section above.

In the name of  
**JPA Audit și Consultanță S.R.L.**  
Bd. Mircea Vodă 35, etaj 3, sector 3 Bucuresti  
Registered ASPAAS FA319



Florin Toma  
ASPAAS AF1747

**Autoritatea pentru Supravegherea Publică a**  
**Activității de Audit Statutar (ASPAAS)**  
Firma de Audit:  
**JPA AUDIT & CONSULTANȚĂ S.R.L.**  
Registrul Public Electronic: **FA 319**

**Autoritatea pentru Supravegherea Publică a**  
**Activității de Audit Statutar (ASPAAS)**  
Auditor financiar: **FLORIN TOMA**  
Registrul Public Electronic: **AF 1747**

Bucharest  
April 21<sup>st</sup>, 2022