

To:  
**Financial Supervisory Authority**  
Financial Instruments and Investments Sector

**Bucharest Stock Exchange**

### **CURRENT REPORT**

In compliance with the provisions of Law no. 24/2017 on issuers of financial instruments and market operations  
and Regulation no. 5/2018 on issuers of financial instruments and market operations

**Date of the report:** November 14, 2024

**Name of issuer:** SSIF BRK Financial Group SA

**Headquarters:** Cluj-Napoca, 119 Moșilor Street, Cluj County

**Telephone/fax no:** 0364-401.709/0364-401.710

**Tax Identification Code:** 6738423

**Trade Register no/date:** J12/3038/1994

**Subscribed and paid share capital:** RON 50,614,492.80

**Regulated market where issued securities are traded:** Bucharest Stock Exchange, - Premium Tier, market symbol: BRK

### **Important events to be reported: Quarterly financial report as at 30 September 2024**

BRK Financial Group SA informs the investors and the general public that the quarterly financial report of September 30, 2024 is available starting from November 14, at 8:00 (local time), both in printed version, at the headquarters of BRK Financial Group SA in Cluj-Napoca, 119 Moșilor Street, as well as in electronic form on the company's official website, [www.brk.ro](http://www.brk.ro), in the "Investor Relations / Financial results" section.

We mention that the financial statements as of 30 September 2024 are not audited.

**Monica Ivan**  
General Manager



# Individual financial statements

# MANAGEMENT MESSAGE



*Dear shareholders,*

BRK Financial Group publishes today the financial results for the first 9 months of 2024 and reports a net profit of RON 57 thousand (9M-2023: RON +909 thousand) composed of the result from core business of RON +5.64 million (9M-2023: RON +3.8 million) and the result from investment activity of RON -5.6 million (9M-2023: RON -2.9 million).

In the following we briefly explain the main developments at the business segment level. Total revenues of the core business, amounting to RON 20.7 million are up by 27% compared to the same period of 2023 (RON 16.3 million), with both core business segments (intermediation and market making activity) recording substantial increases. Thus, revenues of the intermediation segment amounted to RON 12.2 million, an increase of 26% compared to the revenues recorded in the first 9 months of the previous year, while revenues of the market making segment reached RON 8.5 million, an increase of 30% compared to the amount recorded in the previous year (9M-2023: RON 6.6 million), the increase being supported by the revenues of both sub-segments. Thus, in the sub-segment of issuers' market making we report revenues of RON 6.3 million, a 32% increase in revenues (9M-2023: RON 4.8 million) on the back of the increase in the client portfolio, while in the sub-segment of structured products issuance and liquidity provision we report revenues of RON 2.2 million, up 24% compared to the revenues recorded in the first 9 months of 2023 (RON 1.8 million).

In terms of market positioning, BRK maintains its positioning, remaining the market leader in both sub-segments of the market making business with market shares of 60% in the issuer market making segment and 35% in the structured products segment. The core business result is + RON +5.6 million (9M-2023: + RON 3.8 million), as core business expenses increase by only 19.3% compared to core business revenue growth of 28%.

With regard to investment activity, the result is RON -5.6 million (9M-2023: RON -2.9 million) and is mainly composed of the result of the revaluation of portfolio positions: RON -2.6 million (9M-2023: RON 567 thousand) and interest expenses of RON -2.3 million (9M-2023: RON -3.1 million). It should also be noted that additional provisions were recorded for loans granted, amounting to RON 1.6 million (9M-2023: RON -1 million).

**Thank you for your trust!**

**Monica IVAN,**  
CEO

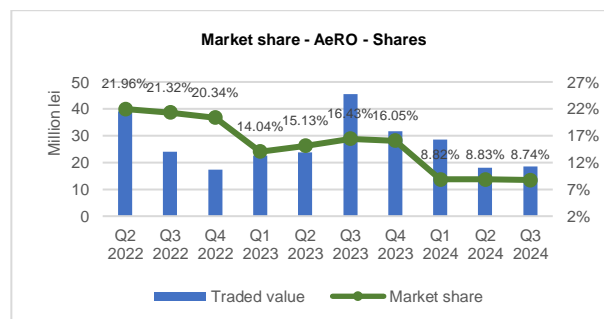
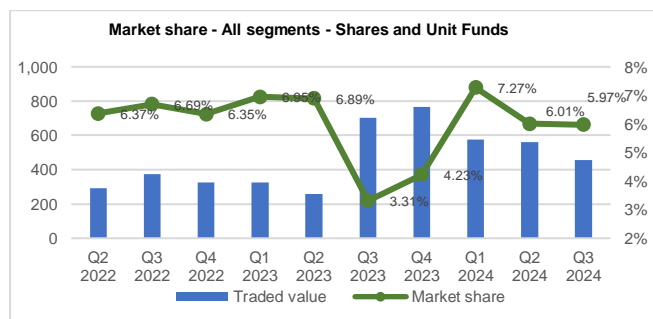
# 1. IDENTIFICATION DATA

Date of report	30 <sup>th</sup> September 2024
Judicial Name	SSIF BRK Financial Group S.A.
Field of Activity	Financial intermediation activities
CAE Code	6612
Tax Code/CU	6738423
Commercial Register Code	J12/3038/1994
Address	119 Moșilor Street, Cluj-Napoca, Romania
Telephone/Fax	0364 401 709 or 0364 401 710
Email	<a href="mailto:office@brk.ro">office@brk.ro</a>
Website	<a href="http://www.brk.ro">www.brk.ro</a>
Securities	337,429,952 ordinary shares with a nominal value of 0.15 RON/share
Regulated Market	Bucharest Stock Exchange, Main Segment, Premium Category
BSE Symbol	BRK
ISIN	ROBRKOACNOR0
Audit	The financial statements as at 30 September 2024 are unaudited

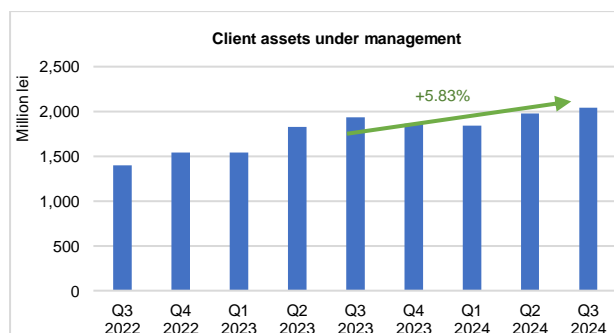
## 2. BRK-OVERVIEW

### 2.1. INTERMEDIATION ACTIVITY

#### MARKET SHARE



#### CLIENT ASSETS UNDER MANAGEMENT

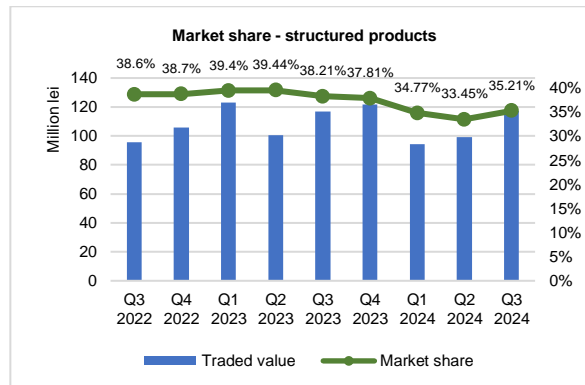
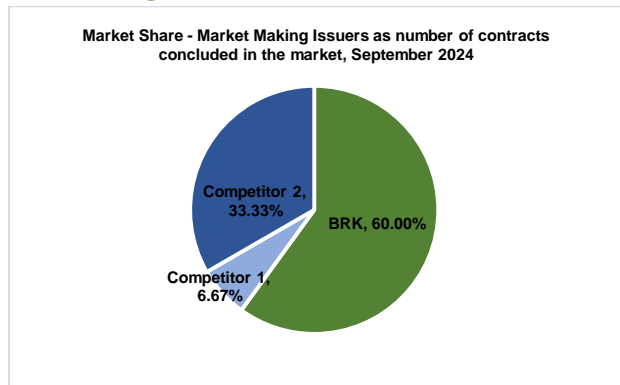


#### RESULT OF INTERMEDIATION ACTIVITY

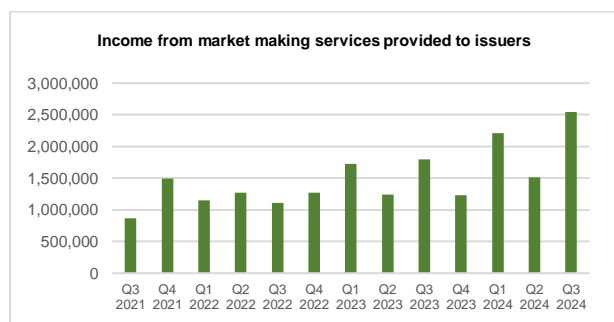
Indicator name	30.09.2024	30.09.2023
Commission income on domestic market	5.107.405	4.710.986
Commission income on the external market	2.031.507	485.895
Income from related activities	415.416	366.108
<b>Brokerage commission income</b>	<b>7.554.327</b>	<b>5.562.989</b>
Income from corporate operations	357.883	201.435
Other intermediation income	4.227.636	3.943.571
<b>Total brokerage income</b>	<b>12.139.846</b>	<b>9.707.995</b>
Salaries and employee benefits	(3.130.788)	(2.187.457)
Market and intermediaries commission expenses	(1.896.902)	(1.470.145)
External services expenses	(995.928)	(99.357)
Expenses with collaborators	(305.407)	(239.598)
Other basic activity expenses	-	(263.237)
<b>Total intermediation expenses</b>	<b>(6.329.025)</b>	<b>(4.259.793)</b>
<b>Result of intermediation activity</b>	<b>5.810.821</b>	<b>5.448.202</b>

## 2.2. MARKET MAKING AND PORTFOLIO MANAGEMENT ACTIVITIES

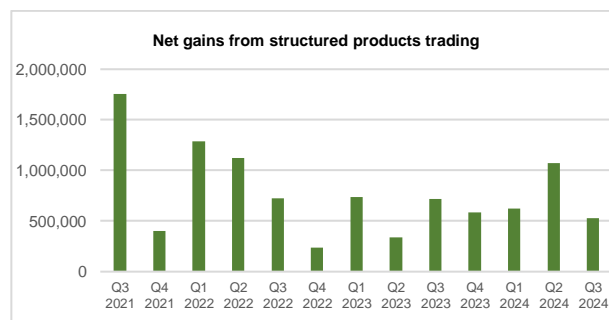
### MARKET SHARE



### INCOME FROM MARKET MAKING SERVICES



### NET GAINS ON TRANSACTIONS IN STRUCTURED PRODUCTS



### THE RESULT OF MARKET MAKING ACTIVITY

Indicator name	30.09.2024	30.09.2023
Net gains from trading of structured products	2.225.406	1.795.540
Income from market making services provided to issuers	6.276.901	4.762.797
<b>Total income from market making activity</b>	<b>8.502.307</b>	<b>6.558.337</b>
Salaries and employee benefits	(1.416.412)	(1.582.481)
Market and intermediaries commission expenses	(680.756)	(1.045.621)
External services expenses	(847.580)	(335.575)
Other basic activity expenses	(33.353)	(223.085)
<b>Total market making expenses</b>	<b>(2.978.101)</b>	<b>(3.186.761)</b>
<b>Result from Market Making activity</b>	<b>5.524.206</b>	<b>3.371.576</b>

### RESULT OF OWN PORTFOLIO MANAGEMENT ACTIVITY

Indicator name	30.09.2024	30.09.2023
Dividend income	274.693	604.246
Net realized gains/(losses) on financial instruments	(695.128)	449.093
Net gains/(losses) on financial assets measured at fair value through profit and loss	(2.634.261)	(567.402)
Net income/(expense) on provisions for non-current financial assets	(1.578.436)	(1.000.000)
Other net income/(expense) from interest and exchange rate differences	(1.650.133)	(2.810.702)
Other net income/(expense)	232.100	109.838
Net income/(expense) provisions for risks and charges	467.081	350.444
<b>Result of portfolio management activity</b>	<b>(5.584.084)</b>	<b>(2.864.483)</b>

### 3. INDIVIDUAL STATEMENT OF FINANCIAL POSITION AS AT 30.09.2024

<i>In RON</i>	30.09.2024	31.12.2023
<b>Assets</b>		
Intangible assets	230.871	260.945
Tangible fixed assets	9.564.496	9.599.002
Financial assets at fair value through other comprehensive income	38.209.082	38.622.163
Financial assets at fair value through profit and loss	33.822.619	40.529.391
Loans and advances granted	3.396.697	4.404.460
Trade and other receivables	2.734.060	2.754.448
Other financial assets	52.822.896	70.350.380
Bank accounts related to customers	85.090.887	107.453.100
Cash and cash equivalents	95.891	696.225
<b>Total assets</b>	<b>225.967.499</b>	<b>274.670.114</b>
<b>Liabilities</b>		
Bond borrowing	24.657.132	24.560.706
Finance lease liabilities	189.803	244.826
Provisions	-	-
<b>Total long-term liabilities</b>	<b>24.846.935</b>	<b>24.805.532</b>
Interest Bonds	468.649	420.921
Deferred income tax liabilities	558.190	558.190
Current income tax liabilities	-	-
Dividends payable	365.271	365.271
Short-term bank debts	5.575.166	19.347.583
Current portion of finance lease liabilities	177.590	236.422
Amounts due to customers (cash at bank and in hand)	125.160.769	162.415.869
Trade and other payables	16.334.643	11.126.557
Provisions	90.547	557.628
<b>Total current liabilities</b>	<b>148.730.825</b>	<b>195.028.441</b>
<b>Total liabilities</b>	<b>173.577.760</b>	<b>219.833.973</b>
<b>Equity capital</b>		
Share capital	50.614.493	50.614.493
Share capital adjustment	4.071.591	4.071.591
Treasury shares	-	-
Share premium	5.355	5.355
Reserves from revaluation of financial assets valued at fair value through other comprehensive income	(17.833.421)	(15.754.841)
Other reserves	15.286.967	15.421.788
Total reserves	(2.546.454)	(333.053)
Total reserves	56.919	382.119
Retained result	187.835	95.637
<b>Total equity attributable to equity holders of the Company</b>	<b>52.389.739</b>	<b>54.836.142</b>
<b>Total equity and debt</b>	<b>225.967.499</b>	<b>274.670.115</b>



## 4. INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME AS AT 30.09.2024

<i>In RON</i>	30.09.2024	30.09.2023
<b>Income basic activity</b>	<b>20.642.153</b>	<b>16.266.332</b>
<b>Income from intermediation</b>	<b>12.139.846</b>	<b>9.707.995</b>
Commission income	7.554.327	5.562.989
Corporate income	357.883	201.435
Other core activity revenues	4.333.319	3.943.571
Brokerage commission expenses	(1.896.902)	(1.470.145)
<b>Net commission income</b>	<b>10.348.627</b>	<b>8.237.850</b>
<b>Income from market making activity</b>	<b>8.502.307</b>	<b>6.558.337</b>
Net gains from transactions in structured products	2.225.406	1.795.540
Income from market making services provided to issuers	6.276.901	4.762.797
Expenses with licences and issuance of structured products	(315.710)	(217.912)
<b>Net income from market making activity</b>	<b>8.186.597</b>	<b>6.340.425</b>
<b>Total Expenditure core activity</b>	<b>(12.894.221)</b>	<b>(10.804.322)</b>
Salaries and employee benefits	(7.722.915)	(5.889.706)
Market and intermediary commission expenses	(984.035)	(1.045.621)
Expenses related to external benefits	(2.449.176)	(1.973.636)
Expenses with collaborators	(305.407)	(239.598)
Other expenses core activity	(750.608)	(1.000.539)
Value adjustments of intangible and tangible assets	(682.080)	(655.222)
<b>Profit/(loss) from basic activity</b>	<b>5.641.003</b>	<b>3.773.953</b>
<b>Net realised gains/(losses) on financial instruments</b>	<b>(420.435)</b>	<b>1.053.339</b>
Dividend income	274.693	604.246
Income from realized equity and bond transactions	1.760.984	2.437.584
Realized losses on equity and bond transactions	(2.456.112)	(1.988.491)
<b>Net gains/(losses) on financial assets measured at fair value through profit and loss</b>	<b>(2.634.261)</b>	<b>(567.402)</b>
Income from valuation of financial assets measured at fair value through profit and loss	5.135.208	9.408.345
Losses on valuation of financial assets measured at fair value through profit and loss	(7.769.469)	(9.975.747)
<b>Net income/(expenses) provisions for financial fixed assets</b>	<b>(1.578.436)</b>	<b>(1.000.000)</b>
Income on write-off of provisions for financial fixed assets	-	-
Expenses provisions for financial fixed assets	(1.578.436)	(1.000.000)
<b>Other net income/(expense) from interest and exchange rate differences</b>	<b>(1.650.133)</b>	<b>(2.810.702)</b>
Interest income on loans and bonds	623.767	329.751
Interest income margin loans	47.387	109.146
Other interest income	19.256	31.392
Interest expenses	(2.340.543)	(3.148.842)
Exchange rate (expenses)/income house	-	(132.149)
<b>Net income/(expense) provisions for risks and charges</b>	<b>467.081</b>	<b>350.444</b>
Expenses with provisions for risks and charges	-	-
Income reversal of provisions for risks and charges	467.081	350.444
Other provisions net	-	-
<b>Other net income/(expenditure)</b>	<b>232.100</b>	<b>109.838</b>
Net gains/(losses) on sale of assets	36.003	-
Other operating expenses	(159.564)	(38.010)
Other operating income	355.658	147.848
<b>Result of investing activities</b>	<b>(5.584.084)</b>	<b>(2.864.483)</b>
<b>Result of operating activities</b>	<b>56.919</b>	<b>909.470</b>
Expenditure on other long-term employee benefits	-	(587.315)
Profit before tax	56.919	322.155
Income tax expense	-	-
Profit from continuing operations	56.919	322.155
Discontinued operations	-	-
Loss from discontinued operations (after tax)	-	-
<b>Profit for the period</b>	<b>56.919</b>	<b>322.155</b>

<b>Other comprehensive income</b>	-	-
Net change in fair value of financial assets at fair value through other comprehensive income (FVTOCI) not transferred to profit or loss	(2.078.580)	(732.289)
<b>Items that may be reclassified to profit and loss</b>	-	-
Net change in fair value of financial assets measured at fair value through other comprehensive income (FVTOCI)	-	-
Bonus shares received classified as financial assets at fair value through other comprehensive income (FVTOCI)	-	-
Changes in value of available-for-sale fixed assets	-	-
<b>Items that cannot be reclassified to profit and loss</b>	-	-
Changes in value of fixed assets used	-	-
Changes in the value of real estate investments	-	-
Establishment/versal of reserves from profits for granting free shares to employees	-	-
Tax related to other comprehensive income	-	-
<b>Total other comprehensive income for the period</b>	<b>(2.078.580)</b>	<b>(732.289)</b>
<b>Total profit and loss account and other comprehensive income for the period</b>	<b>(2.021.661)</b>	<b>(410.134)</b>
<b>Attributable profit:</b>	<b>56.919</b>	<b>322.155</b>
Shareholders of the Company	56.919	(4.130.844)
Interests without control		
<b>Profit for the period</b>	<b>56.919</b>	<b>322.155</b>
<b>Total attributable comprehensive income:</b>		
Shareholders of the Company		
Interests without control		
<b>Total comprehensive result for the period</b>	<b>56.919</b>	<b>322.155</b>
<b>Earnings per share</b>		
Basic earnings per share (ron)	0,0002	0,0010
Diluted earnings per share (ron)		
<b>Ongoing activities</b>		
Basic earnings per share (ron)	0,0002	0,0010
Diluted earnings per share (ron)		
Weighted average number of shares outstanding:	337.429.952	337.429.952

These financial statements were approved today 13.11.2024.

**CEO**

**Monica Ivan**

**CFO**

**Sandu Pali**



## Individual statement of changes in equity for 30.09.2024

<i>In RON</i>	Share capital	Own shares	Revaluation differences Tangible fixed assets	Legal and statutory reserves	Reserves from revaluation of financial assets FVTOCI	Other reserves	Reported result	Retained earnings representing realised surplus from revaluation reserves	Total equity	Other comprehensive income	Total equity
<b>Balance at January 1, 2024</b>	<b>50.614.493</b>	-	<b>7.108.510</b>	<b>6.095.560</b>	<b>(15.754.841)</b>	<b>2.775.907</b>	<b>(305.086)</b>	<b>1.557.409</b>	<b>55.394.332</b>	<b>(558.190)</b>	<b>54.836.141</b>
<b>Profit for the period</b>	-	-	-	-	-	-	56.919	-	<b>56.919</b>	-	<b>56.919</b>
Other comprehensive income	-	-	-	-	(2.078.580)	-	-	-	<b>(2.078.580)</b>	-	<b>(2.078.580)</b>
Gain transferred to profit or loss	-	-	(151.673)	-	-	-	-	-	<b>(151.673)</b>	-	<b>(151.673)</b>
Changes in value of fixed assets available for sale	-	-	-	-	-	-	-	-	-	-	-
Changes in value of fixed assets in use	-	-	-	-	-	16.853	-	-	<b>16.853</b>	-	<b>16.853</b>
Changes in value of investment property	-	-	-	-	-	-	-	-	-	-	-
Other changes in equity	-	-	-	-	-	-	-	(289.920)	<b>(289.920)</b>	-	<b>(289.920)</b>
<b>Deferred income tax on fixed assets</b>	-	-	-	-	-	-	-	-	-	-	-
Reserves on revaluation of financial assets at fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Decrease in share capital	-	-	-	-	-	-	-	-	-	-	-
Transfer revaluation differences on assets sold to reserves	-	-	-	-	-	-	-	-	-	-	-
<b>Transfer to retained earnings</b>	-	-	-	-	-	-	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>50.614.493</b>	-	<b>6.956.837</b>	<b>6.095.560</b>	<b>(17.833.421)</b>	<b>2.792.760</b>	<b>(248.167)</b>	<b>1.267.489</b>	<b>52.947.930</b>	<b>(558.190)</b>	<b>52.389.738</b>
<b>Transactions with shareholders recognized in equity</b>	-	-	-	-	-	-	-	-	-	-	-
Benefits to be granted to employees, directors and managers in the form of equity instruments	-	-	-	-	-	-	-	-	-	-	-
Cancellation of treasury shares	-	-	-	-	-	-	-	-	-	-	-
Redemption of own shares	-	-	-	-	-	-	-	-	-	-	-
Dividends payable relating to 2021	-	-	-	-	-	-	-	-	-	-	-
<b>Total transactions with shareholders recognized in equity</b>	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at September 30, 2024</b>	<b>50.614.493</b>	-	<b>6.956.837</b>	<b>6.095.560</b>	<b>(17.833.421)</b>	<b>2.792.760</b>	<b>(248.167)</b>	<b>1.267.489</b>	<b>52.947.930</b>	<b>(558.190)</b>	<b>52.389.738</b>

## Individual statement of changes in equity for 31.12.2023

<i>In RON</i>	Share capital	Own shares	Revaluation differences Tangible fixed assets	Legal and statutory reserves	Reserves from revaluation of financial assets FVTOCI	Other reserves	Reported result	Retained earnings representing realised surplus from revaluation reserves	Total equity	Other comprehensive income	Total equity
<b>Balance at January 1, 2023</b>	<b>50.614.493</b>	<b>4.071.590</b>	<b>(1.261.030)</b>	<b>5.608.236</b>	<b>6.095.560</b>	<b>(6.820.240)</b>	<b>2.775.907</b>	<b>648.393</b>	<b>59.199.187</b>	<b>246.899</b>	<b>60.746.080</b>
<b>Profit for the period</b>	-	-	-	-	-	-	-	382,119	382,119	-	382,119
Other comprehensive income	-	-	-	-	-	-	-	-	-	(420.501)	(420.501)
Gain transferred to profit or loss	-	-	-	-	-	-	-	-	-	-	-
Changes in value of available-for-sale fixed assets	-	-	-	-	-	-	-	-	-	-	-
Changes in value of fixed assets in use	-	-	-	1.500.273	-	-	-	134.454	1.634.727	-	1.634.727
Changes in value of investment property	-	-	-	-	-	-	-	-	-	-	-
Other changes in equity	-	-	-	-	-	-	-	1.428.317	-	-	1.428.317
<b>Deferred income tax on fixed assets</b>	-	-	-	-	-	-	-	-	-	-	-
Reserves on revaluation of financial assets at fair value through other comprehensive income	-	-	-	-	-	(8.934.601)	-	-	-	(8.934.601)	(8.934.601)
Decrease in share capital	-	-	-	-	-	-	-	-	-	-	-
Transfer revaluation differences on assets sold to reserves	-	-	-	-	-	-	-	-	-	-	-
<b>Transfer to retained earnings</b>	-	-	-	-	-	-	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>50.614.493</b>	<b>4.071.590</b>	<b>(1.285.078)</b>	<b>7.108.510</b>	<b>6.095.560</b>	<b>(16.673.845)</b>	<b>2.775.907</b>	<b>1.906.082</b>	<b>62.644.350</b>	<b>(9.108.203)</b>	<b>53.917.137</b>
<b>Transactions with shareholders recognized in equity</b>	-	-	-	-	-	-	-	-	1.285.077	(1.285.077)	-
Cancellation of treasury shares	-	-	1.285.077	-	-	-	-	-	-	-	-
Repurchase of own shares	-	-	-	-	-	-	-	-	587.315	(587.315)	-
<b>Total transactions with shareholders recognized in equity</b>	-	-	-	-	-	-	-	-	1.285.077	587.315	-
<b>Balance at December 30, 2023</b>	<b>50.614.493</b>	<b>-</b>	<b>7.108.510</b>	<b>6.095.560</b>	<b>(15.754.841)</b>	<b>2.775.907</b>	<b>(305.086)</b>	<b>1.557.409</b>	<b>55.394.332</b>	<b>(558.190)</b>	<b>54.836.141</b>

## Individual cash flow statement as at 30.09.2024

	30.09.2024 RON	31.12.2023 RON
<b>Operational activities</b>		
<b>Gross Profit</b>	<b>56.919</b>	<b>382.119</b>
<b>Adjustments to reconcile net result to net cash used in operating activities:</b>		
Adjustments to tangible and intangible fixed assets	682.080	458.170
Unrealized gains(-)/(+)losses on valuation of financial assets	2.634.261	1.651.366
Corporate income tax	-	-
Provisions for current and fixed assets	1.578.436	1.000.000
Provisions for risks and charges	(467.081)	(184.049)
Interest expense	2.340.543	2.009.999
Interest income	(5.252.986)	(1.774.708)
Dividend income	(267.601)	(263.875)
Gains related to turbo and IG certificates	(4.216.086)	(1.262.591)
Gain/(loss) on sale of tangible fixed assets	(36.003)	-
Income on exchange rate differences related to IB, IG	1.650.133	115.269
<b>Increase/(decrease) in operating cash before changes in working capital</b>	<b>(1.297.385)</b>	<b>2.131.700</b>
Changes in working capital:		
(Increase)/Decrease in other receivables balances	(20.388)	830.918
Increase/(Decrease) in trade and other accounts payable balances	(25.565.800)	54.804.446
<b>Net cash flow from operating activities</b>	<b>(26.883.573)</b>	<b>57.767.064</b>
<b>Cash flows from operating activities:</b>		
Income tax paid	-	-
Interest receipts	23.702	1.761.368
Interest paid	(742.249)	(2.009.999)
<b>Net cash flow from operating activities</b>	<b>(27.602.120)</b>	<b>57.518.433</b>
<b>Cash flows from investing activities</b>		
Cash payments for the acquisition of tangible and intangible fixed assets and real estate investments	(350.395)	-
Cash payments(-)Cash receipts(+) for acquisition of financial instruments	8.877.470	(877.376)
Cash receipts from sale of land and buildings, plant and equipment, intangible assets and other long-term assets	94.887	-
Dividends received/(dividends paid)	274.693	263.875
(Loans disbursed)/(Loans granted)/(Loans disbursed)/(Loans granted)/(Loans repaid) Customer deposits and margin	(445.465)	(2.283.251)
Net position from receipts from sales of turbo certificates and IG payments	6.834.068	1.262.591
Interest receipts	4.581.831	11.042
Effect of exchange rate changes on loans and liabilities	64.936	-
<b>Net cash flow from investing activities</b>	<b>19.932.026</b>	<b>(1.623.119)</b>
<b>Cash flows from financing activities</b>		
(-)Bond coupon payments	(1.332.499)	-
Lease purchase payment	(187.536)	-
Collections/(-) payments on short-term bank loans	(13.772.417)	(981.828)
<b>Net cash flow from financing activities</b>	<b>(15.292.452)</b>	<b>(981.828)</b>
<b>Cash flows - total</b>	<b>(22.962.547)</b>	<b>54.913.485</b>
<b>Changes in cash and cash equivalents</b>		
Cash and cash equivalents at beginning of period	<b>108.149.325</b>	<b>51.929.064</b>
Increase/(decrease) in cash and cash equivalents	(22.962.547)	54.913.485
Effect of exchange rate changes on the opening balance of cash and cash equivalents		
<b>Cash and cash equivalents at the end of the period</b>	<b>85.186.778</b>	<b>108.149.325</b>
Of which :		
Cash held on behalf of clients	85.090.887	107.453.100
Cash held on behalf of the company	95.891	696.225

## THE REPORTING ENTITY

SSIF BRK FINANCIAL GROUP SA (the "Company") is a financial investment services company based in Romania. The registered office address is Cluj-Napoca, 119 Moșilor str. The main activity of SSIF BRK FINANCIAL GROUP SA is the intermediation of financial investment services.

The Company's shares are listed on the Bucharest Stock Exchange ("BVB"), Premium category, with stock symbol BRK, since February 05, 2005.

The records of shares and shareholders are maintained in accordance with the law by Depozitarul Central S.A. București. The financial statements of SSIF BRK FINANCIAL GROUP SA represent separate financial statements ("financial statements") of the Company and have been prepared in accordance with the Rule no. 39/2015 for the approval of the Accounting Regulations in accordance with the International Financial Reporting Standards as adopted by the European Union ("IFRS"), applied by entities authorized, regulated and supervised by the Financial Supervisory Authority in the Financial Instruments and Investments Sector and are the responsibility of the Company's management.

## THE BASIS FOR DRAWING UP

### a) Declaration of conformity

**The separate financial statements** are prepared by the Company in accordance with International Financial Reporting Standards as adopted by the European Union ("IFRS"). The Company has prepared these separate financial statements to comply with the requirements of the updated Rule 39/2015, for the approval of the Accounting Regulations in accordance with International Financial Reporting Standards, applicable to entities authorized, regulated and supervised by the Financial Supervisory Authority of the Financial Instruments and Investments Sector (A.S.F.).

For the purposes of Rule 39/2015, International Financial Reporting Standard, hereinafter referred to as *IFRS*, are the standards adopted in accordance with the procedure laid down in Regulation (EC) No 1606/2002 of the European Parliament and of the Council of July 19 2002 on the application of international accounting standards, as amended and supplemented.

### b) Basis of evaluation

The financial statements have been prepared on the historical cost basis except for the following significant items in the statement of financial position:

- financial assets held at fair value through profit or loss are measured at fair value;
- derivative financial instruments are measured at fair value;
- investment property is valued using the revaluation based model in accordance with the provisions of IAS 40;
- fixed assets representing buildings and related land are measured at revalued amount, in accordance with the provisions of IAS 16;
- fixed assets available for sale are measured at fair value, in accordance with the provisions of IFRS 5;

In accordance with IAS 29, the financial statements of an entity whose functional currency is the currency of a hyperinflationary economy shall be presented in the measuring unit current at the balance sheet date (non-monetary items are restated using a general price index at the date of acquisition or contribution).

According to IAS 29, an economy is considered to be hyperinflationary if, in addition to other factors, the cumulative inflation rate over a three-year period exceeds 100%.

The continued decline in the inflation rate and other factors related to the characteristics of the economic environment in Romania indicate that the economy whose functional currency has been adopted by the Company has ceased to be hyperinflationary, with effect for financial periods beginning on or after January 1, 2004. Therefore, the provisions of IAS 29 have been adopted in the preparation of the separate financial statements up to December 31, 2003.

Thus, the amounts expressed in the measuring unit current at December 31, 2003 are treated as the basis for the carrying amounts reported in the individual financial statements and do not represent appraised values, replacement cost, or any other measure of the current value of assets or the prices at which transactions would occur at that time.

For the purpose of preparing the separate financial statements, the Company adjusts share capital, to be expressed in the measuring unit current at December 31, 2003.

### **Continuity of activity**

Based on management's own assessments, the Company will continue in operation for the foreseeable future. The Company's management estimates going concern for a period of more than 12 months from the date of these financial statements.

### **Determining fair values**

Certain entity accounting policies and disclosure requirements require the determination of fair value for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes using the methods described below.

#### **i. Investments in equity securities**

Other forms of fair value that are not based on the last trading price are as follows:

1. Trading price: for holdings in listed equity. The Company analyzes that the market is active and liquid and uses as fair value the closing price of the last trading period at the end of the financial year.
2. Fair value determined by applying the DDM model (Discounted Dividend Model): if the company has a consistent history of dividend distribution and the dividend policy is predictable. The valuation price is considered to be the intrinsic value resulting from the DDM model.
3. Fair value determined by applying the DCF (Discounted Cash Flow) method: if the company does not distribute dividends, and the valuation is made from the perspective of a significant shareholder, the valuation price is considered to be the intrinsic value resulting from the DCF model.
4. Fair value determined by the asset-based method: if the company has valuable redundant assets, and the operational activity is small, the valuation price is considered to be the intrinsic value resulting from the application of the adjusted net asset method.
5. Fair value resulting from the application of the comparative-similar transactions method: if in the last year on the local stock market there have been significant transactions (>10% of the capital) with the shares of companies operating in the same field of activity as the company under analysis, the valuation price is considered to be the intrinsic value determined by applying the comparative method (using as reference valuation multiples such as: P/E, P/B, P/S, etc. at which the respective transactions were realized in relation to the results published by the companies in the previous financial year).

#### **ii. Trade and other receivables**

The fair value of trade and other receivables is estimated as the present value of future cash flows discounted at the market interest rate at the reporting date. This fair value is determined for presentation purposes.

#### **iii. Derivative financial instruments**

The fair value of closed derivatives at the end of the period is calculated as the minimum of the number of put and call positions multiplied by the difference between the average put and call price and further multiplied by the number of contracts in the package. The resulting value affects the profit and loss account. The fair value of open derivatives at the end of the period is calculated, if there are more put contracts than call contracts at the end of the period, as follows: the number of open positions calculated as the number of put positions minus the number of call positions, multiplied by the difference between the average sale price and the quotation price at the end of the period. Symmetrically, if there are more calls than puts at the end of the period, the resulting value corrects the initial value of the security by the margin built up.

#### **iv. Financial debts**

Fair value, determined for presentation purposes, is calculated based on the present value of future cash flows representing principal and interest, discounted using the market interest rate at the reporting date.

#### **v. Loans granted**

Loans to related parties are recorded at fair value. Adjustments for loans are calculated according to the stage at which it is classified.

#### **c) Functional and presentation currency**

These financial statements are presented in Lei (RON), which is also the Company's functional currency. All financial information is presented in Lei (RON), rounded to the nearest unit, unless otherwise stated.

#### d) Foreign currency

Foreign currency transactions are translated into the entity's functional currency at the exchange rate at the transaction date. Monetary assets and liabilities denominated in foreign currencies at the reporting date, are translated into the functional currency at the exchange rate at the reporting date. Exchange differences are recognized directly in other comprehensive income.

Exchange rates of major foreign currencies, published by the National Bank of Romania at September 30, 2024 are as follows: 4.9756 Lei/EUR; 4.4451 Lei/USD and 5.9563 Lei/GBP.

#### e) Using professional estimates and reasoning

The preparation of financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, actual results could differ from those estimates.

The estimates and underlying assumptions are revised periodically, revisions to accounting estimates are recognized in the period in which the estimate was revised and in future periods affected.

The policy of the Board of Directors of BRK FINANCIAL GROUP SA is to maintain a sound capital base necessary to maintain the confidence of investors, creditors and the market and to sustain the future development of the company. The Board of Directors monitors the profitability of all agencies, in which trading activity is conducted on a monthly basis, and the results of the analysis are discussed at monthly Board meetings.

Also at the monthly meetings of the Board of Directors, the report on investment activity prepared by the analysis department is discussed. The overall results are monitored in order to maintain the highest possible return on capital.

BRK FINANCIAL GROUP SA is subject to prudential regulations in terms of minimum capital requirements and minimum level of own funds, so as to ensure that risks are covered:

- to hold own funds at all times that cover the higher of: the requirement calculated on the basis of fixed overheads, the minimum permanent capital requirement or the requirement calculated on the basis of K factors;
- to hold liquid assets at all times equivalent to at least one third of the fixed overhead requirement;
- risk-weighted exposures according to the class of exposures to which they belong shall be considered to cover credit risk and the risk of impairment of receivables;
- to cover position risk and settlement/delivery risk, capital shall be required at the level of 16% of the exposure;
- to cover operational risk, capital is required at the level of 15% of the average of the last three years' operating result.

#### Intermediation segment

The financial intermediation activity refers to all transaction intermediation services offered to individual investors and companies as well as specialized services offered to institutional clients. Intermediation services comprise the following:

(A) Investor transaction intermediation services:

- Intermediation of transactions for the sale and purchase of securities traded on the Bucharest Stock Exchange (BVB). For this type of services, clients may choose to be assisted by a broker in carrying out the transactions, respectively, or they may choose the option of online trading on their own account.
- Intermediation of transactions on international markets, the company's clients having access to over 100 foreign markets in Europe, North America and Asia. The range of financial instruments is very varied (stocks, bonds, structured products, ETFs, CFDs, futures, etc.) and the costs involved in trading on international markets through BRK Financial Group are among the most attractive on the market.
- Intermediation of corporate, municipal and government bond transactions on the BVB and OTC, respectively, the intermediation of structured products transactions on the dedicated market segment of the Bucharest Stock Exchange.
- Intermediation of transactions on the domestic and international markets for institutional clients.

(B) Specialized services for issuers and potential issuers :

- Capital market financing through public issues of shares and bonds.
- Intermediation of takeover or tender offers for companies listed on the BVB.
- Listing of companies and investment funds on the capital market through initial public offerings or on the basis of listing prospectuses.
- Advising on financing through share and bond issues or capital market promotion.



## Own portfolio management segment

Alongside the intermediation segment, the management of the company's own portfolio of financial assets is another important strand of BRK Financial Group's business that contributes a significant proportion to the company's results. On the other hand, it is also a risk factor given the fact that BRK Financial Group is obliged to revalue at the end of each year all the positions in its own portfolio, and value adjustments to securities affect the result for the year and may change the picture of the company's financial performance. At the end of each month, the company adjusts the value of the listed companies in its portfolio by marking to market. Within the own portfolio we find the following types of placements:

- The marketable portfolio (shares and bonds listed on the stock exchange - usually short or medium-term placements, portfolio of financial instruments listed on international markets - usually speculative placements);
- Fund units;
- Holdings in private companies and loans to subsidiaries;
- Capital allocated to the business segment "Structured products issuance and market making operations";

We note that the issuance of structured products as well as the provision of liquidity on our own structured products is fully hedged by hedging operations in the underlying asset market and as such we consider it to be core business. The other operations carried out on own account (including market making operations on domestic equities where there are no hedging instruments) we do not include them in what we call "core business", as they are exposed and correlated to market risk and are included in the operating activity and presented as a separate segment.

## Economic and financial indicators

### Key indicators

<b>Financial results (Ron)</b>	<b>30-Sep-24</b>	<b>30-Sep-23</b>
Income from continuing operations	20.747.836	16.266.332
Result from operating activities	5.641.003	909.470
Result for the period	56.919	322.155
Total comprehensive income for the period	(2.021.661)	(410.134)

<b>Financial position (Ron)</b>	<b>30-Sep-24</b>	<b>30-Sep-23</b>
Fixed assets	13.192.064	11.975.141
Current assets	212.775.435	323.109.687
Equity	52.389.739	59.107.324
Long-term liabilities	24.846.935	24.892.657
Current liabilities	148.730.825	251.084.847

<b>Indicators per share</b>	<b>30-Sep-24</b>	<b>30-Sep-23</b>
Net earnings per share (Ron/share)	0,0002	0,0010
Net book assets (Ron/share)	0,1553	0,1752

<b>Economic and financial indicators</b>	<b>30-Sep-24</b>	<b>30-Sep-23</b>
Current liquidity	1,43	1,29
Debt ratio	0,58	0,71
Turnover rate of fixed assets	0,93	0,81



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