

QUARTELY REPORT
According to NSC Regulation No. 1 / 2006
QUARTER III 2018

Report date: 15.11.2018

Name of the company: S.C. NATURA QUATTUOR ENERGIA HOLDINGS SA

Social offices: Bucharest, 5-7, Dimitrie Pompei St., District 2

Phone/fax number: 0760 309 992 / 021 310 06 05

Sole Registration Code with Trade Registry RO 2695737

Trade Registry Number J40/3315/2009

Subscribed and paid up share capital: 4.556.611 lei

Regulated market on which the securities issued are traded: BSE Market

INTERIM INDIVIDUAL FINANCIAL STATEMENTS FOR 30.09.2018

STATEMENT OF FINANCIAL POSITION

As at 30.09.2018

	01-Jan-18	30-Sep-18
ASSETS		
Tangible assets	2,651,402	2,114,510
Real estate properties	-	-
Intangible assets	-	-
Loans receivables	6,837,531	7,564,863
Financial assets	1,671,309	1,103,041
Deferred tax assets	595,219	595,219
Total fixed assets	11,755,461	11,377,633
Inventories	-	-
Loans receivables	-	55,807
Trade and other receivables	1,003,492	1,434,860
Prepayments	25,278	1,226
Cash and cash equivalents	2,228	1,892
Total current assets	1,030,998	1,493,785
Total assets	12,786,459	12,871,418
Share capital	3,605,949	4,556,611
Capitalized loans	1,750,844	-
Capital adjustments (IAS 29)	1,304,446	1,304,446
Share premiums	4,064,177	8,405,391
Reevaluation rezerves	1,629,297	1,629,297
Legal reserves	24,479	24,479
Other reserves	14,459	14,459
Retained earnings / (Accumulated losses)	(6,990,323)	(11,038,212)
Result for the year	(4,047,889)	3,776,418
Total shareholders equity	1,355,439	8,672,891
Loans and borrowings	2,581,194	-
Bonds	2,795,820	-
Deferred tax liabilities	-	-
Total non-current liabilities	5,377,014	-
Trade and other payables	1,523,667	2,766,200

Loans and borrowings	4,306,673	1,163,698
Bonds	223,666	268,629
Total current liabilities	6,054,006	4,198,527
Total liabilities	11,431,020	4,198,527
Total shareholders Equity and Liabilities	12,786,459	12,871,418

ASSETS, LIABILITIES AND EQUITY STATEMENT

As at 30.09.2018

Element name		No. Row	Sold an curent la:	
			01.01.2018 Audited	30.09.2018 Unaudited
A		B	1	2
A.	NON-CURRENT ASSETS			
	I. INTANGIBLE ASSETS			
	1. Development expenses (acc. 203-2803-2903)	1	0	0
	2. Concessions, patents, licenses, trademarks, rights and similar assets and other intangible assets (acc. 205+208-2805-2808-2905-2906-2908)	2	0	0
	3. Commercial estate (acc. 2071)	3	0	0
	4. Prepayments (acc. 4094)	4	0	0
	5. Intangible exploration and evaluation of mineral resources (206-2806-2907)	5	0	0
	TOTAL (rows 01 to 05)	6	0	0
	II. TANGIBLE ASSETS			
	1. Lands and buildings (acc. 211+212-2811-2812-2911-2912)	7	2,098,801	2,085,010
	2. Tehnical instalations and machines (acc. 213+223-2813-2913)	8	504,568	5,744
	3. Other instalations, equipment and furniture (acc. 214+224-2814-2914)	9	48,034	23,756
	4. Real estate investments (ct. 215-2815-2915)	10	0	0
	5. Tangible assets under execution (acc. 231-2931)	11	0	0
	6. Real estate investments under execution (acc. 235-2935)	12	0	0
	7. Tangible exploration and evaluation of mineral resources (acc. 216-2816-2916)	13	0	0
	8. Productive plants (acc. 218-2818-2918)	14	0	
	9. Prepayments (acc. 4093)	15	0	0
	TOTAL (row 07 at 15)	16	2,651,402	2,114,510
	III. BIOLOGICAL ASSETS (acc. 241-284-294)	17	0	0
	IV. FINANCIAL ASSETS			
	1. Investments in subsidiaries (acc. 261-2961)	18	1,671,309	1,103,041
	2. Loans granted to entities in the group (acc. 2671+2672-2964)	19	6,837,531	7,564,863
	3. Shares in associates and jointly controlled entities (acc. 262+263-2962)	20	0	0
	4. Loans granted to associates and jointly controlled entities (acc. 2673+2674-2965)	21	0	0
	5. Other long term investments (acc. 265+266-2963)	22	0	0
	6. Other loans (acc. 2675*+2676*+2677+2678*+2679*-2966*-2968*)	23	0	0
	TOTAL (rd. 18 la 23)	24	8,508,840	8,667,904
	FIXED ASSETS - TOTAL (rd. 06+16+17+24)	25	11,160,242	10,782,414
B.	CURRENT ASSETS			

	I. INVENTORIES			
	1. Raw materials and consumables (acc. 301+302+303+/-308+321+322+323+328+351+358+381+/-388-391-392-3951-3958-398)	26	0	0
	2. Assets held for sale (acc. 311)	27	0	0
	3. Production under execution (acc. 331+341+/-348*-393-3941-3952)	28	0	0
	4. Finished products and merchandise (acc. 327+345+346+347+/-348*+354+357+371+/-378-3945-3946-3953-3954-3957-397-4428)	29	0	0
	5. Prepayments (acc. 4091)	30	0	0
	TOTAL (rd. 26 la 30)	31	0	0
	II.RECEIVABLES (Amounts to be cashed after a period greater than one year must be shown separately for each item)			
	1. Trade receivables (acc. 2675*+2676*+2678*+2679*-2966*-2968*+411+413+418-491)	32	543,366	442,059
	2. Advances paid(acc. 4092)	33	8,410	0
	3. Amounts receivable from group entities (acc. 451*-495)	34	49,158	388,135
	4. Amounts receivable from associates and jointly controlled entities (acc. 453-495*)	35	0	0
	5. Claims resulting from derivatives transactions (acc. 465)	36	0	0
	6. Other receivables (acc. 425+4282+431**+437**+4382+441**+4424+4428**+444**+445+446**+447**+4482+ 4582+461+473**-496+5187)	37	997,777	1,255,691
	7. Subscribed capital and not paid (acc. 456-495*)	38	0	0
	TOTAL (rd. 32 la 38)	39	1,598,711	2,085,886
	III. SHORT-TERM INVESTMENTS (acc. 505+506+507+508-595-596-598+5113+5114)	40	0	0
	IV. CASH AND BANK ACCOUNTS (acc. 5112+512+531+532+541+542)	41	2,228	1,892
	CURRENT ASSETS - TOTAL (rd. 31+39+40+41)	42	1,600,939	2,087,778
C	PREPAID EXPENSES (ct. 471) (rd. 43 + 44)	43	25,278	1,226
	Short term portion (from acc 471*)	44	25,278	1,226
	Long term portion (from acc 471*)	45	0	0
D.	DEBTS: TO BE PAID IN A PERIOD OF UP TO ONE YEAR			
	1. Debenture loans, presenting separately from the issue of convertible bond loans (acc. 161+1681-169)	46	223,666	268,629
	2. Amounts owed to credit institutions (acc. 1621+1622+1624+1625+1627+1682+5191+5192+5198)	47	0	0
	3. Advances collected for orders(acc. 419)	48	0	0
	4. Trade payables ---- suppliers (acc. 401+404+408)	49	1,091,757	1,852,723
	5. Bills to pay (acc. 403+405)	50	0	0
	6. Debts from financial leasing operations (acc. 406)	51	0	0
	7. Amounts owed to group entities(acc. 1661+1685+2691+451***)	52	4,192,962	1,127,310
	8. Amounts owed to associates and jointly controlled entities (acc. 1663+1686+2692+453***)	53	0	0
	9. Liabilities resulting from operations with derivatives (acc. 465)	54	0	0

	10. Other debts including tax and social security (acc. 1623+1626+167+1687+2693+421+422+423+424+426+427+4281+431***+437***+4381+441***+4423+4428***+444***+446***+447***+4481+455+456***+457+4581+462+473***+509+5186+5193+5194+5195+5196+5197)	55	545,620	949,865
	TOTAL (rd. 46 la 55)	56	6,054,005	4,198,527
E.	NET CURRENT ASSETS/NET CURRENT LIABILITIES (rd. 42+44-56-74-77-80)	57	-4,427,788	-2,109,523
F.	TOTAL ASSETS LESS CURRENT LIABILITIES (rd. 25+57)	58	6,732,454	8,672,891
G	DEBTS: TO BE PAID IN A PERIOD OF MORE THAN ONE YEAR			
.	1. Debenture loans, presenting separately from the issue of convertible bond loans (acc. 161+1681-169)	59	2,795,820	0
	2. Amounts owed to credit institutions (acc. 1621+1622+1624+1625+1627+1682+5191+5192+5198)	60	0	0
	3. Advances collected for orders (acc. 419)	61	0	0
	4. Trade payables ---- suppliers (acc. 401+404+408)	62	0	0
	5. Bills to pay (acc. 403+405)	63	0	0
	6. Debts from financial leasing operations (acc. 406)	64	0	0
	7. Sume datorate entitatilor din grup (ct. 1661+1685+2691+451***)	65	2,291,470	0
	8. Amounts owed to associates and jointly controlled entities (acc. 1663+1686+2692+453***)	66	0	0
	9. Liabilities resulting from operations with derivatives (acc. 4651)	67	0	0
	10. Other debts including tax and social security (acc. 1623+1626+167+1687+2693+421+422+423+424+426+427+4281+431***+437***+4381+441***+4423+4428***+444***+446***+447***+4481+455+456***+457+4581+462+473***+509+5186+5193+5194+5195+5196+5197)	68	289,724	0
	TOTAL (rd. 59 la 68)	69	5,377,014	0
H.	PROVISIONS			
	1. Provisions for employee benefits (acc. 1517)	70	0	0
	2. Other provisions (acc. 1511+1512+1513+1514+1518)	71	0	0
	TOTAL (rd. 70+71)	72	0	0
I.	INCOME COLLECTED IN ADVANCE			
	1. Subsidies for investments (acc. 475) (row 73+74)	73	0	0
	Short term portion (from acc 475*)	74	0	0
	Long term portion (from acc 475*)	75	0	0
	2. Deferred income (acc. 472) --- total (rows 70+71), which:	76	0	0
	Short term portion (acc. 472*)	77	0	0
	Long term portion (acc. 472*)	78	0	0
	3. Income received in advance for assets transferred from customers (acc. 478)	79	0	0
	Short term portion (from acc 478*)	80	0	0
	Long term portion (from acc 478*)	81	0	0
	TOTAL (rd. 73+76+79)	82	0	0
J.	CAPITAL AND RESERVES			
	I. CAPITAL			
	1. Subscribed capital paid (acc. 1012)	83	3,605,948	4,556,611
	2. Subscribed capital unpaid (acc. 1011)	84	0	0
	3. Subscribed capital representing financial liabilities ² (acc. 1027)	85	0	0
	4. Patrimony [autonomous companies] (acc. 1015)	86		

5. Adjustments of capital (acc. 1028)	SOLD C	85	1,304,446	1,304,446
	SOLD D	86		
6. Other elements of equity (acc. 1027)	SOLD C	87	0	0
	SOLD D	88		
TOTAL (rd. 83+84+85+86+87-88+89-90)		91	6,661,239	5,861,057
II. SHARE PREMIUM (acc. 104)		92	4,064,177	8,405,391
III. REVALUATION RESERVES(acc. 105)		93	1,629,297	1,629,297
IV. REZERVES				
1. Legal reserves (acc. 1061)		94	24,479	24,479
2. Statutory or contractual reserves (acc. 1063)		95	0	0
3. Other rezerves (acc. 1058)		96	14,459	14,459
TOTAL (rd. 94 la 96)		97	38,938	38,938
Exchange difference on translating individual annual financial statements in a currency different from the presentation currency Functional(acc. 1072)	SOLD C	98	0	0
	SOLD D	99		
Own shares (acc. 109)		100	0	0
Earnings related to own equity instruments(acc. 141)		101	0	0
Losses related to own equity instruments (acc. 149)		102	0	0
V. REPORTED RESULT, RETAINED EARNINGS EXCEPT FOR THE FIRST TIME ADOPTION OF IAS 29 (acc. 117)	SOLD C	103		
	SOLD D	104	5,685,877	9,733,765
VI. REPORTED RESULT FROM ADOPTION FOR THE FIRST TIME OF IAS 29 (acc. 118)	SOLD C	105		
	SOLD D	106	1,304,446	1,304,446
VII. PROFIT OR LOSS AT THE END OF REPORTING PERIOD (acc. 121)	SOLD C	107	0	3,776,418
	SOLD D	108	4,047,889	0
Distribution of profit (acc. 129)		109	0	0
EQUITY --- TOTAL (rd. 90+91+92+93+97+98-99-100+101-102+103-104+105-106+107-108-109)		110	1,355,440	8,672,891
Private patrimony (acc. 1023)		111		
Public patrimony (acc. 1026)		112	0	0
EQUITY --- TOTAL (rd. 110+111+112)		113	1,355,440	8,672,891

STATEMENT OF COMPREHENSIVE INCOME

As of 30.09.2018

	30-Sep-17	30-Sep-18
Revenues from services rendered	-	-
Other revenues	33,744	52,659
Total revenues	33,744	52,659
Third party services	(937,810)	(1,203,138)
Personnel expenses	(890,853)	(798,925)
Other operating expenses	(192,381)	(168,039)
Fair value gains / (losses) from investment properties, net	-	-
Total operating expenses	(2,021,044)	(2,170,102)
Operating result	(1,987,300)	(2,117,443)

Financing costs	(399,696)	(224,131)
Financing income	148,963	163,600
Foreign exchange expense, net	(39,190)	11,395
Other financial items, net	-	5,944,457
Financial result	(289,923)	5,895,321
Gross profit	(2,277,222)	3,777,878
Current income tax expense	-	(1,460)
Deferred income tax expense	-	-
Total income tax	-	(1,460)
Net profit / (loss) for the period	(2,277,222)	3,776,418
Other comprehensive income		
Total comprehensive income	(2,277,222)	3,776,418

PROFIT AND LOSS STATEMENT

As of 30.09.2018

Denumirea indicatorilor		No. row.	Reporting period	
			30.09.2017 Unaudited	30.09.2018 Unaudited
A		B	1	2
1	Net turnover (rows 02+03-04+05)	1	33,699	45,038
	Sold production (acc. 701+702+703+704+705+706+708)	2	33,699	45,038
	Income from sale of goods (acc. 707)	3	0	0
	Granted trade discounts (acc. 709)	4	0	0
	Income from subsidies related to turnover (acc. 7411)	5	0	0
2	Income related to cost of product inventories (acc. 711)	6	0	0
	SOLD C	7		
3	Income from asset production and real estate investments (rows 09+10)	8	0	0
4	Income from production of tangible and intangible assets (acc. 721+722)	9	0	0
5	Income from real estate investments production (acc. 725)	10	0	0
6	Income from current assets (or disposal groups) held for sale (acc. 753)	11	0	0
7	Income from tangible and intangible assets reevaluation (acc. 755)	12	0	0
8	Income from real estate investments (acc. 756)	13	0	0
9	Income from biological assets and agricultural products (acc. 757)	14	0	0
10	Income from subsidies (acc. 7412 + 7413 + 7414 + 7415 + 7416 + 7417 + 7419)	15	0	0
11	Other operating income (acc. 758+7419)	16	45	7,621
	income from investment subsidies (acc 7584)	17	0	0
	earnings from advantageous acquisitions (acc. 7587)	18		
OPERATING INCOME -- TOTAL (rows 01+06-07+08+11+12+13+14+15+16)		19	33,744	52,659

12	a) Expenses related to raw materials and consumables(acc. 601+602-7412)	20	9,728	7,661
	Other expenses with materials (acc. 603+604+608)	21	23,155	5,015
	b) Other external expenses (energy and water) (acc. 605-7413)	22	11,307	63,598
	c) Expenses related to stocks (acc. 607)	23	0	0
	Received trade discounts (acc. 609)	24	0	0
13	Staff expenses (rows 26+27), in which:	25	890,853	798,925
	a) Wages and salaries (acc. 641+642+643+644+7414)	26	734,142	782,785
	b) Expenses related to social security and welfare (acc. 645-7415)	27	156,711	16,140
14	a) Value adjustments on tangible and intangible assets, investment properties and biological assets measured at cost (rows 28-29)	28	135,253	112,216
	a.1) Expenses (acc. 6811+6813+6816+6817)	29	135,253	112,216
	a.2) Income(acc. 7813+7816)	30	0	0
	b) Value adjustments on assets (rows 30-31)	31	0	0
	b.1) Expenses (acc. 654+6814)	32	0	0
	b.2) Income (acc. 754+7814)	33	0	0
	Other operating costs (rows 35 to 43)	34	950,749	1,182,687
15	15.1) Expenses related to external supply (acc.611+612+613+614+621+622+623+624+625+626+627+628-7416)	35	926,919	1,143,551
	15.2) Expenses related to taxes, duties and similar; expenses representing transfers and contributions due under special regulations (acc. 635+6586)	36	8,381	10,549
	15.3) Expenses with environmental protection (acc. 652)	37	0	0
	15.4) Expenses related to assets (or disposal groups) held for sale (acc. 653)	38	0	0
	15.5) Expenses from revaluation of tangible and intangible assets (acc. 655)	39	0	0
	15.6) Expenses from real estate investments (acc. 656)	40	0	0
	15.7) Expenses related to biological assets and agricultural products (acc. 657)	41	0	0
	15.8) Expenses related to disasters and other similar events (acc. 6587)	42	0	0
	15.9) Other expenses (acc. 6581+6582+6583+6585+6588)	43	15,449	28,586
	Value adjustments for provisions (rows 45-46)	44	0	0
	-- Expenses (acc. 6812)	45	0	0
	-- Income (acc. 7812)	46	0	0
	OPERATING COSTS -- TOTAL (rows 20 to 23-24+25+28+31+34+44)	47	2,021,044	2,170,102
	OPERATING PROFIT OR LOSS	48	0	0
	-- Profit (rows 18-46)	49	1,987,300	2,117,443
	-- Loss (rows 46-18)	49	1,987,300	2,117,443
16	Income from shares held in subsidiaries (acc. 7611)	50	0	0
17	Income from shares held in associated entities (ct. 7612)	51	0	0
18	Income from shares held in associated and jointly controlled entities (acc. 7613)	52	0	0
19	Income from operations with securities and other financial instruments (acc. 762)	53	0	0
20	Income from operations with derivatives (acc. 763)	54	0	0
21	Income from exchange rate differences (acc. 765)	55	381,072	190,483

22	Income from interest rates (acc. 766*)	56	148,963	163,600
	-- out which revenues from group entities	57	146,772	162,400
23	Income from subsidies for interest due (acc 7418)	58	0	0
24	Income from short term investments (acc 7617)	59	0	0
25	Other financial income (acc. 7615+764+767+768)	60	0	6,769,232
FINANCIAL INCOME -- TOTAL (rows 50+51+52+53+54+55+56+58+59+60)		61	530,035	7,123,315
26	Value adjustments on financial assets and financial investments held as current assets (rows 62-63)	62	0	0
	-- Expenses (acc. 686)	63	0	0
	-- Income (acc. 786)	64	0	0
27	Expenses on operations with securities and financial instruments (acc. 661)	65	0	0
28	Expenses related to operations with derivatives(acc. 662)	66	0	0
29	Expenses regarding interest rates (acc. 666*-7418)	67	399,696	224,131
	-- out which expenses in relation to group entities	68	138,584	58,768
30	Other financial expenses (acc. 663+664+665+667+668)	69	420,262	1,003,863
FINANCIAL EXPENSES -- TOTAL (rows 62+65+66+67+69)		70	819,958	1,227,993
FINANCIAL PROFIT OR LOSS:				
	-- Profit (rows 61-70)	71	0	5,895,321
	-- Loss (rows 70-61)	72	289,923	0
TOTAL INCOME (rows 19+61)		73	563,779	7,175,974
TOTAL EXPENSE (rows 47+70)		74	2,841,002	3,398,095
31	GROSS PROFIT OR LOSS			
	-- Profit (rows 73-74)	75	0	3,777,878
	-- Loss (rows 74-73)	76	2,277,222	0
32	Current income tax (acc. 691)	77	0	0
33	Deferred income tax (acc. 692)	78	0	0
34	Deferred income tax assets (acc. 792)	79	0	0
35	Taxes for specific activities (acc. 695)	80	0	0
36	Other taxes not shown above (acc. 698)	81	0	1,460
37	NET PROFIT OR LOSS FOR THE REPORTING PERIOD:			
	-- Profit (rows 75-77-78+79-80-81)	82	0	3,776,418
	-- Loss (rows 76+77+78-79+80+81) (rows 77+79+80+81-75-79)	83	2,277,222	0

The financial statements were not audited as of 30.09.2018.

Explanatory notes:

NOTE 1: FIXED ASSETS

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Fixed assets element*	Gross Value **				Impairments*** (depreciations and impairments for depreciation or loss of value)			
	Balance as at 01.01.2018	Increase	Transfers and other decreases	Balance as at 30.09.2018	Balance as at 01.01.2018	Impairments registered during the financial exercise	Reductions or restatements	Balance as at 30.09.2018
Establishment expenses	0	0	0	0	0	0	0	0
Development and research expenses	0	0	0	0	0	0	0	0
Other non tangible assets	2,343	0	0	2,343	2,343	0		2,343
Licenses, patterns	0	0	0	0	0	0	0	0
Advance payments and other non current assets	0	0	0	0	0	0	0	0
Total non tangible assets	2,343	0	0	2,343	2,343	0	0	2,343
Land	2,012,991	0	0	2,012,991	0	0	0	0
Buldings and special constructions	87,343	0	0	87,343	1,532	13,791	0	15,323
Equipments	0	0	0	0	0	0	0	0
Measure and control equipment	0	0	0	0	0	0	0	0
Transportation means	740,960	0	733,397	7,563	236,392	78,633	313,206	1,819
Furniture and office appliances	141,530	0	28,460	113,070	93,497	19,792	23,975	89,314
Advance payments and current assets in progress	0	0	0	0	0	0	0	0
Total tangible assets	2,982,824	0	761,857	2,220,967	331,421	112,216	337,181	106,456
Participation titles	1,671,309	256,507	824,775	1,103,041	0	0	0	0
Financial assets	1,671,309	256,507	824,775	1,103,041	0	0	0	0
Total fixed assets	4,656,476	256,507	824,775	3,326,351	333,764	112,216	337,181	108,799

GROSS VALUE OF ASSETS

Asset element	Balance as at 01 January 2018	Balance as at 30 September 2018
Non tangible assets	2,343	2,343
Tangible assets	2,982,644	2,220,967
Financial assets	1,671,309	1,103,041
TOTAL NET VALUE	4,656,476	3,326,351

Tangible Assets

The tangible assets of the company as at 30 September 2018 contain a land located in Mogosoaia locality, obtained following the merger by absorption process ended as of 31 December 2010.

Financial assets

As at 30 September 2018, the Company owns participation titles in the following entities:

Entity	Country of registration	Object of activity	Percentage owned	Cost	Provision	Net value
Codlea Alpha Solar	Romania	Renewable energy production	95%	950		950
NQE Zalokosta (fost Codlea Unu Solar)	Romania	Renewable energy production	99%	990		990
Codlea Bravo Solar	Romania	Renewable energy production	99%	990		990
NQE Hydro (fost Deal Solar)	Romania	Renewable energy production	95.24%	1.000		1.000
Deal Properties SRL	Romania	Renewable energy production	24.62%	1.089.650		1.089.650
NQE Central Habitat	Romania	Real Estate Development	51%	510		510
NQE Solar 2	Romania	Real Estate Development	95.2%	1.190		1.190
Vopolimno Holdings	Greece	Activitati ale holdingurilor	100%	6.771		6.771
NQE Developments	Romania	Real Estate Development	99%	990		990
Total				1.103.041		1.103.041

The company sold its participation in Nqe Solar Habitat sa on 18.06.2018 and its participation in Greek Production of Olympus on 22.05.2018.

NOTE 2: PROVISIONS

Provision	Balance as at 01 January 2018	Transfer in the account	Transfer from the account	Balance as at 30 September 2018
Provisions for financial assets	-	-		
Total	-	-		

NOTE 3: PROFIT DISTRIBUTION

As at 30 September 2017, respectively 30 September 2018, the Company registered the following results:

Profit distribution	Financial exercise ended as at 30 September 2017	Financial exercise ended as at 30 September 2018
Retained earnings to be distributed at the beginning of the financial year		
Net/to be distributed Profit/(loss)	(2.277.222)	3.776.418
- legal reserve		
- Accounting losses cover		
Not distributed Profit/(loss), retained earnings not distributed at the end of the financial exercise	(2.277.222)	3.776.418

NOTE 4: ANALYSIS OF THE OPERATING RESULT

	Financial exercise ended as at 30 September 2017	Financial exercise ended as at 30 September 2018
1. Net turnover	33.699	45.038
2. Cost of sold goods and services supplied, of which (3 + 4 + 5)	(2.021.044)	(2.170.102)
3. Expenses related to the core activity	(2.021.044)	(2.170.102)
4. Expenses related to secondary activities		
5. Indirect expenses related to production		
6. Gross result related to the net turnover (1 - 2)	(1.987.300)	(2.125.064)
7. Selling expenses		
8. General and administration expenses		
9. Other operating revenues	0	7.621
10. Operating result (6 - 7 - 8 + 9)	(1.987.300)	(2.117.443)

NOTE 5: RECEIVABLES AND LIABILITIES STATEMENT

Receivables

	Receivables	Balance as at 01 January 2018	Balance as at 30 September 2018	Liquidity term for the period ended as at 30 September 2018	
				Below 1 year	Over 1 year
	Trade receivables				
1	Trade receivables –affiliates/other related parties	49.158	395.937	395.937	-
2	Trade receivables –third parties	543.366	434.257	434.257	-
3	Total Trade receivables	592.524	830.194	830.194	-
4	Depreciation impairments for trade receivables				-
5=3-4	Trade receivables, net	592.524	830.194	830.194	-
	Other receivables				
6	Amounts to be received from affiliates				-
7	Amounts to be received from entities with				-

	participation interests and other related parties				
8	Other receivables	410.968	604.666	604.666	-
9	Total other receivables	410.968	604.666	604.666	-
10	Impairments for other receivables				
11=9-10	Other receivables, net				-
12	Subscribed and not paid up share capital	-			-
13	Total trade receivables and other receivables	1.003.492	1.434.860	1.434.860	-

Trade receivables are not interest bearing and generally have a payment term of 30-60 days.
Trade receivables outstanding at 30 September 2018, will be collected during 2018.

Liabilities

	Liabilities	Balance as at 01 January 2018	Balance as at 30 September 2018	Liquidity term for the period ended as at 30 September 2018		
				Below 1 year	1 - 5 Years	Over 5 years
1	Debtenture loans	3,019,486	268.629	268.629	-	-
2	Amounts due to credit institutions	-				-
3	Advance payments received for orders					-
4	Trade liabilities – suppliers affiliates and other related parties					-
5	Trade liabilities – third party suppliers	1.495.175	1.852.723	1.852.723	-	-
6=3+4+5	Total trade liabilities	1.495.175	1.852.723	1.852.723	-	-
7	Commerce liabilities					-
8	Amounts due to affiliates	6.484.432	1.127.310	1.127.310	-	-
9	Amounts due to entities with participation interests and other related parties	-				-
10	Other liabilities including fiscal debts and other debts related to social insurances	431.927	949.865	949.865	-	--
11=7+8+9+10	Total	6.916.359	2.077.175	2.077.175	-	

NOTE 6: ACCOUNTING PRINCIPLES, POLICIES AND METHODS

- **Significant accounting principles**

The financial statements for the period ended as at 30 September 2018 have been prepared in accordance with the following accounting principles:

On going concern principle

The company will continue to operate normally in the foreseeable future without becoming unable to continue the activity or to significantly reduce it.

Consistency principle

Application of the same rules, methods, rules for assessing, recording and presentation in the accounts of assets, ensuring comparability of the financial information.

Prudence principle

In preparing the financial statements there were taken into account:

- All adjustments due to depreciation in valuation of assets;
- All foreseeable liabilities and potential losses that arose during the financial period ended.

Matching principle

All revenues and expenses of the exercise were taken into account, without taking into consideration the date of receipt or payment.

Valuation of asset and liability items

In order to establish the total value corresponding to a separate balance sheet position the individual value of the asset or liability element was determined.

Offsetting principle

The values of the assets were not balanced against the values of the liability items, ie income and expenses.

Substance over form principle

The information presented in the financial statements reflect the economic reality of events and transactions, not only their legal form.

The financial statements comprise the balance sheet, income statement, statement of changes in equity structure, cash flow statement and notes to the financial statements.

- **Basis of preparation of financial statements**

a) General information

These individual financial statements have been prepared in accordance with the requirements of Order no. 2844/2016 for the approval of accounting regulations in accordance with International Financial Reporting Standards (hereinafter "IFRS"), applicable to companies whose securities are admitted to trading on a regulated market and subsequent amendments.

Date of Transition to International Financial Reporting Standards was 1 January 2013.

The accounting records on which these financial statements have been prepared are made in lei ("RON") , at the historical cost, unless the fair value was used, according to the accounting policies of the Company and in accordance with OMF 1286/2015.

These financial statements are presented in lei ("RON") unless specifically not mentioned another currency used.

b) Use of accounting estimates

For preparation of financial statements, the Company's management makes certain estimates and assumptions that affect the reported amounts of assets and liabilities at the balance sheet date and revenues and expenses reporting period. Actual results could differ from those estimates. Estimates are used, among other things, registration: provisions for doubtful debts, inventory impairment, depreciation / amortization, restructuring, tax, litigation, and other risks and expenses. These estimates are based, where appropriate, on the rules and methodologies issued by the competent authorities, in force when preparing financial statements.

Effect of change of accounting estimates is calculated prospectively and is included in the determination of net earnings related: to the period in which the change was made, if it is the only period affected; period in which the change was made and subsequent periods if the change affects them all

c) Foreign exchange

The transactions made in foreign currencies are translated into RON at the exchange rate ruling at the transaction date.

The exchange rate used for converting balances denominated in foreign currency at 30 September 2018 was 1 EUR = 4.6637 RON.

Monetary assets and liabilities denominated in foreign currency (cash and other similar items, such as bank deposits, receivables and payables in foreign currencies) should be evaluated and reported using the exchange rate of the National Bank of Romania valid on the date of closing the financial exercise. Exchange rate differences, favorable or unfavorable, between the date of registration of foreign currency debts or liabilities or the rate at which were reported in previous financial statements and the exchange rate of the closing date of the financial exercise, are recorded in financial income or expense, respectively.

d) Comparative statements

The financial statements as at 30 September 2018 are compatible with the financial statements prepared on 30 September 2017.

e) Intangible assets

Concessions, patents, licences, trademarks and similar rights and assets

Concessions, patents, licences, trademarks and similar rights and assets are recorded in the accounts of intangible assets in the amount of intake or acquisition cost, respectively. In this situation assimilate input value fair value.

Concessions received are reflected as intangible assets when the concession contract establishes a length and a value determined for the concession. Depreciation concession will be recorded during its use, established according to contract.

Patents, licenses and other intangible assets are amortized using the straight-line method for a period of 5 years.

f) Tangible assets

Current assets are assets generating future economic benefits and held for more than one year. Land company are carried at revalued amount, reduced by the loss of value adjustments recorded.

On 31 December 2017, the Company recorded a valuation of land, in accordance with OMF 1286/2015 compiled by SC EURO VALUE PROPERTIES SRL, authorized independent evaluator. Evaluation of tangible assets (land) was achieved by market value method.

Decreasing the carrying amounts of land revalued were recorded in equity to revaluation reserves.

The initial cost of property and equipment consists of the purchase price, including import duties and non-recoverable purchase taxes and any costs directly attributable to bringing the asset to location and operating conditions. Expenditure incurred after the asset has been put into operation, such as repairs and maintenance and administrative costs, are normally recorded in the income statement in the period in which they occurred. In case it can be demonstrated that these expenses resulted in an increase in future economic benefits expected to be obtained from the use of an item of fixed assets initially valued over performance standards, the expenditure is capitalized as additional cost.

The initial cost of a tangible can be included initially estimated dismantling costs and relocation of to deregistration, as well as restoring the site on which it is positioned restraint, when such amounts can be estimated reliably and related entity has an obligation dismantling, removal and restoration of tangible fixed assets of the site. The expected costs of dismantling and moving tangible fixed assets, and those with site restoration are recognized in current asset value, in correspondence with an allowance account.

Economic lifetime is the period in which an asset is expected to be available for use by an entity or the number of units produced what are expected to be obtained by using asset.

Depreciation is the systematic allocation of the depreciable amount of an asset over its remaining useful life. The life and depreciation method are reviewed periodically, so there is a consistent expectations regarding the economic benefits of such assets.

Land is not depreciated as it is deemed to have an indefinite life..

g) Financial assets

The financial assets include shares in affiliated entities, loans granted to affiliated entities, participating interests, loans granted to entities which the company is linked by virtue of participating interests and other investments held as fixed assets and other loans.

The financial assets are initially recorded at cost or acquisition value as determined by their contract. The financial assets are subsequently recorded at the entry value less value adjustments for impairment.

h) Trade receivables

Trade receivables are recognized and carried at original invoice amount less valuation allowances for uncollectible amounts. Adjustments for impairment is established when there is evidence that the Company will not be able to collect receivables originally agreed maturity.

The Company reviews its trade receivables recorded a specific provision to clients that the company is in dispute.

i) Cash and cash equivalents

Cash and cash equivalents consist of cash, bank accounts, short-term bank deposits, checks and notes being deposited to banks being recorded at cost.

j) Loans

Short and long term loans denominated in foreign currencies are initially recorded in the reporting currency (leu), applying the foreign currency amount the exchange rate between the reporting currency and foreign currency at the transaction date.

The short-term long-term loans is classified in the "debt to be paid within a period of up to one year" and included together with interest accrued to the balance sheet date in "Amounts owed to credit institutions" under current liabilities.

k) Liabilities

Commercial obligations are recorded at cost, which represents the value of the obligation will be paid in future for goods and services received, whether or not billed to the Company.

l) Provisions for risks and expenditure

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation and duty can be estimated reliably.

The provision for taxes is constituted for payment amounts to the state budget, given that those amounts do not appear reflected as a liability in the relationship with the state.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate of Management in this regard. Where to settle an obligation is no longer probable that an outflow of resources, provision must be canceled by resuming revenue.

m) Share capital

The company recognizes changes in the share capital only after their approval by the General Meeting of Shareholders.

n) Legal reserve

In accordance with the legislation in Romania, companies must assign a value equal to at least 5% of profit before tax in legal reserves until they reach 20% of the share capital. When that has been achieved. The Company may make additional allocations depending on their needs.

o) Revaluation reserve

The revaluation reserves were initially established in accordance with HG 1553/2003, in order to reflect the surplus resulting from the revaluation of fixed assets.

The last revaluation was performed by the Company on 31 December 2017, in order to bring the value of land owned by the Company at their fair value. According to the Ministry of Public Finance Order no. 1286/2015, land evaluation was performed by an independent certified appraiser.

p) The result of period

All the elements of nature income and expenses recognized in the current period are included in determining net result of financial year.

q) Dividends

Dividends are recognized as a liability in the period in which their distribution is approved. Distributions are made after approving the financial statements.

r) Taxes and fees

The Company recorded current income tax in accordance with Romanian legislation in force at the date of the financial statements. Debts relating to taxes are recorded in the period to which it relates.

Calculation of current tax is based on the results reported in the income tax declaration drawn up based on the Company's financial statements, prepared in accordance with Romanian accounting standards and adjusted for certain items according to the legislation.

Current income tax is calculated as a percentage of accounting profit obtained under Romanian legislation, adjusted for certain positions by tax legislation (with deductible expenses and tax deductible expenses or taxable income and taxable income) at a rate of 16%.

For current liabilities (legal or constructive) relating to payment of debts to the state and other local authorities, resulting from past events, for which extinction is likely to be needed an outflow of resources or a reduction of receivables that affect the economic benefits are recognized provisions for taxes if a reliable estimate can be made of the value of these obligations.

s) Financial instruments

Financial instruments used by the Company consist primarily of cash, term deposits, receivables, payables and amounts owed to credit institutions. The instruments of this type are evaluated according to specific accounting policies presented in Note 6 "principles, policies and accounting methods".

t) Revenues

Revenues are recorded when the significant risks and rewards of owning the goods are transferred to the customer's property. The amounts representing revenues do not include sales tax (VAT), but include commercial discounts granted

Revenues from services are recognized in the period in which they were provided in correspondence with the stage of completion.

u) Operating expenses

Operating expenses represent amounts paid or payable, net of VAT, caused by construction activity basis and are recognized in the period to which it relates.

v) Financial expenses

Financial expenses comprise interest on loans contracted for the financial year in progress, and exchange rate differences.

w) Borrowing costs

Interest expenses are recognized in the income statement in the period to which it relates.

x) Related parties

They are considered related parties those associates who have by ownership, by contractual rights through family relationships or otherwise, ability to control, direct or indirect, or influence significantly the other part. (Note 10 (b))

y) Correction of accounting errors

According to OMF Order 1286/2015 with subsequent modifications, prior period errors are omissions and misstatements in the financial statements of the Company for one or more prior periods arising from mistake to use, or not to use, credible information that was available at the time the financial statements for those periods were approved for issue. Such errors include the effects of mathematical mistakes, mistakes of application of accounting policies, ignorance or misinterpretation of events. Correcting errors in accounting is performed by the Company on account of retained earnings and recorded in the annual financial statements.

z) Events after the balance sheet date

Events after the balance sheet date that provide additional information about the Company's position at the balance sheet date (events which lead to the adjusting the financial statements) are reflected in the financial statements. Events after the balance sheet date which are not adjusting the financial statements are presented in notes if they are significant.

aa) Debt and Contingent liabilities

A contingent liabilities is :

- a possible obligation that arises from past events prior to balance date and whose existence will be confirmed only after the appearance or non-appearance of one or more uncertain future events that may not be entirely under the control of the Company; or
- obligation that arises from past events prior to balance date, but is not recognized because:
- is not sure outflow of resources will be required to settle the debt; or

amount of debt can not be evaluated with sufficient reliability. Contingent liabilities are not recognized in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the financial statements; This is shown when an entry is probable that future economic benefits.

bb) Going concern

These financial statements have been prepared on a going concern basis which assumes that the Company will continue in the foreseeable future.

On 30 September 2018, the Company recorded a profit in value of 3.776.418 lei.

Management believes that the support provided by shareholders and cashing in the trade receivables will be sufficient to allow the activity and debt repayment in the normal course of operating activity, without the need for substantial sales of assets, determined by external factors forced interruption of its operations or other similar actions .

NOTE 7: PARTICIPATIONS AND FINANCING SOURCES

Share Capital

Share capital structure of the Company as at 30 September 2018 is the following :

Shareholders	No. Of shares	Nominal value in RON	Total value RON	Percentage owned
Green Southeast Europe Investments	14.907.177	0,10	1.490.718	32.72%
Framecell Ltd	5.044.930	0,10	504.493	11.07%
Legal persons	14.656.380	0,10	1.465.638	32.16%
Physical persons	10.957.623	0,10	1.095.762	24.05%
Total	45.566.110		4.556.611	100.00%

Share capital structure of the Company as at 1 January 2018 is the following :

Shareholders	No. Of shares	Nominal value in RON	Total value RON	Percentage owned
Green Southeast Europe Investments	8.598.723	0,10	859.872	23.85%
Framecell Limited	4.226.758	0,10	422.676	11.72%
SSIF Ieba Trust	13.075.964	0,10	1.307.597	36.26%
Cornerstone Investments Limited	10.158.039	0,10	1.015.804	28.17%
Total	36.059.484		3.605.949	100.00%

As at 31 December 2010, S.C. Delta Fox Proprietati SRL, S.C. India Tango Proprietati SRL, S.C. Delta Papas SRL, S.C. Sierra Golf Proprietati SRL merged by absorbtion with Scapis SA.

The merger process took place according to the merger by absorbtion prospectus of SC Scapis SA with the companies S.C. Delta Fox Proprietati SRL, S.C. India Tango Proprietati SRL, S.C. Delta Papas SRL, S.C. Sierra Golf Proprietati SRL, as of 26 November 2010, to the General Associates Resolutions of S.C. Delta Fox Proprietati SRL, S.C. India Tango Proprietati SRL, S.C. Delta Papas SRL, S.C. Sierra Golf Proprietati SRL as of 30 December 2010 and the General Shareholders Meeting Resolution of S.C. Scapis SA as at 30 December 2010, compliant with Law 31/1990 regarding trading companies as further amended.

Following the merger, the assets and liabilities of the absorbed companies were transferred to the acquiring company, Scapis SA, the effective date of the merger being 31 December 2010.

In exchange for absorbing the assets and liabilities of the companies Delta Fox Proprietati SRL, India Tango Proprietati SRL, Delta Papas SRL, Sierra Golf Proprietati SRL, the absorbing company Scapis SA (subsequently renamed to Natura Quattuor Energia Holdings) issued on May 26, 2011 a total of 28,276,915 new shares with a nominal value of 0.1 RON / share.

The share capital increase following the merger process was amounted to 2.827.692 RON.

During 2015, the company has increased its share capital from 2.917.691,50 Ron to 3.605.948,40 Ron. Also, the share premium increase by 2.115.466 Ron.

In October 2017, the company decided through the Extraordinary General Meeting to approve the increase of the share capital with a maximum of 1,000,000 lei by issuing a maximum number of 10,000,000 new shares. On December 29, 2017, two of the company's shareholders expressed their firm commitment to subscribe for

shares in the preference period as follows : Green Southeast Europe Investments SA 2,365,213 new shares worth 1,300,849.55 lei and Framecell Limited 818,172 new shares amounting to 449,994.60 lei through the capitalization of maturing, liquid and due loans. The subscription period ended on 09.03.2018. The number of subscribed shares was 9,506,626 lei. The share price was 0.55 lei / share in the preference period and 0.56 lei / share in the subscription period, resulting in an increase of the share capital by 950,662.60 lei and an increase of the capital premium by the amount of 4,341,214, 43 lei.

NOTE 8: INFORMATION ON EMPLOYEES, MEMBERS OF THE ADMINISTRATION, MANAGEMENT AND SUPERVISION BODIES

Remuneration of the Board of Directors is made according to the Board of Directors resolution.

As at 30 September 2018 the Company has no obligations related to post retirement benefits to former directors or managers. No loans were granted to directors or executives. The members of the administration, management and supervision of the company did not receive loans.

During 2018 the Company had a total of 10 employees.

Manager remuneration expenses recorded during the years 2017 - 2018 are:

	Financial exercise ended as at 30 September 2017	Financial exercise ended as at 30 September 2018
Expenses related to Manager remuneration	277.951	398.766
Total	277.951	398.766

	Financial exercise ended as at 30 September 2017	Financial exercise ended as at 30 September 2018
Expenses related to employees remuneration	734.142	782.785
Expenses related to social securities	156.711	16.140
Total	890.853	798.925

NOTE 9: ANALYSIS OF THE MAIN ECONOMIC-FINANCIAL INDICATORS

	30 September 2018
Current Liquidity	0.36
Debt-to-equity	0.33
Receivables turnover - customers	-
Liabilities turnover - suppliers	-
Intangible assets turnover	-
Total assets turnover	-

NOTE 10: OTHER INFORMATION

a) Information on the Company

S.C. Natura Quattuor Energia Holdings SA ("Company") is a joint stock company established in 1990, with the social offices in Bucharest, 5-7 Dimitrie Pompei Blvd., HBC2 Building, District 2, Romania. The Company is registered with the Trade Registry under no. J40/3315/2009.

The Articles of Incorporation of S.C. NATURA QUATTUOR ENERGIA HOLDINGS SA stipulates under art. 5 "Field and object of activity of the Company" that the main object of activity of the Company is Holding activities " NACE Code 6420.

In 2012, the Company changed its name into S.C. NATURA QUATTUOR ENERGIA HOLDINGS SA, from formerly SC Scapis SA.

The Company is listed on the regulated market of Bucharest Stock Exchange, Standard category, under the trading symbol SCPS.

The shareholding structure as at 30 September 2018 is presented under Note 7.

b) Information on affiliated and other related parties

Type of transactions with affiliates and other related parties

Name	Type of relation	Transaction type	Contry of origin
Tsamis Georgios	Administrator	Loans received	Grecia
Argyrios Volis	Administrator	Loans received	Grecia
Stavros Nteventzis	Shareholder	Loans received	Grecia
Savvopoulos Vasileios	Shareholder	Loans received	Grecia
Kalemkeris Pavlos	Shareholder	Loans received	Grecia
Framecell Limited	Shareholder	Loans received	Cipru
Coronado Limited	Shareholder	Loans received	Cipru
Green Southeast Europe	Shareholder	Loans received	Luxemburg
Codlea Alpha Solar	Subsidiary	Loans granted	Romania
NQE Zalokosta (Codlea Unu Solar)	Subsidiary	Loans granted	Romania
Codlea Bravo Solar	Subsidiary	Loans granted	Romania
NQE Hydro (Deal Solar)	Subsidiary	Loans granted	Romania
Deal Properties SRL	Subsidiary	Loans granted	Romania
NQE Central Habitat	Subsidiary	Loans granted	Romania
NQE Solar 2	Subsidiary	Loans granted	Romania
Hygeia Soil	Subsidiary	Loans granted	Romania
Vospolimno Holdings	Subsidiary	Loans granted	Grecia
NQE Developments	Subsidiary	Loans granted	Romania
Ieba Trust	Shareholder	Services	Romania

Amounts due and receivables from affiliates and other related parties

Amounts due to affiliates

	Balance as at 30 September 2018
Coronado Limited	13.991
Framecell Limited	20.593
Green Southeast Europe Investments	379.396
Stavros Nteventzis	520.035
Panagiotis Diamandis	100.995
Argyris Volis	92.299
Savvopoulos Vasileios (Obligatiuni)	82.081
Kalemkeris Pavlos (Obligatiuni)	82.081
Total	1.291.471

Receivables from affiliates as at 30 September 2018:

During 2017-2018 the Company granted loans to companies in which it holds securities as participation interests in order for them to obtain work permits for development projects in renewable energy.

Name	Type of transaction	Amount	Interest
Vospolimno Holdings	Loans granted	16.323	32.997
NQE Hydro (fost Deal Solar)	Loans granted	1.164.507	244.694
Codlea Alpha Solar	Loans granted	911.751	63.176
NQE Zalokosta (fost Codlea Unu Solar)	Loans granted	578.569	95.355
Codlea Bravo Solar	Loans granted	434.238	9.618
Deal Properties SRL	Loans granted	1.274.014	560.723
Deal Properties	Assignment of receivables	950.854	-
NQE Central Habitat	Loans granted	12.559	1.213
NQE Solar 2	Loans granted	60.307	10.646
Hygeia Soil	Loans granted	-	-
NQE Developments	Loans granted	1.101.400	41.918
Green Southeast Europe Investments	Sale of participations	316.280	-
TOTAL		6.820.802	1.060.340

c) Method for conversion of assets, liabilities, income and expenses from foreign currency to local currency

Description under Note 6, paragraph c) „Foreign exchange”

d) Informatii despre impozitul pe profit

Tax on income	FINANCIAL EXERCISE	
	30 September 2017	30 September 2018
Accounting profit	(2.277.222)	3.776.418
Deductions and taxable income		
Non deductible expenses	231.401	
Tax losses carried forward	(2.305.598)	(5.635.002)
Fiscal liability		
Taxable profit	(4.351.419)	(1.858.584)
Tax on income		
Fiscal liability		
Fiscal Loss	(4.351.419)	(1.858.584)

e) Total of sales

Sales on geographical regions:

	Sales 30 September 2017	Sales 30 September 2018
Local sales	33.699	45.038
Total sales	33.699	45.038

f) Subsequent events

Not the case.

h) Cash and bank accounts

	30 September 2017	30 September 2018
Bank accounts RON	60.354	1.382
Bank accounts in currency	112	26
Cash in RON	3.977	66
Cash in currency	115	418
Total cash and bank accounts	64.558	1.892

NOTA 11. CONTINGENT LIABILITIES

(a) Litigations

On December 23, 2016, Natura Quatuor Energia Holdings filed a lawsuit against the Public Finance Division, District 3 and DGFRP Bucharest, requesting the annulment of some administrative tax documents related to the VAT reimbursement procedure done in 2015. The company requests VAT reimbursement in the amount of 321.948 lei. The first trial term was set on 31.05.2017.

On June 28, 2017, the Bucharest Court admitted the company's request and found that Natura Quatuor Energia Holdings has the right to be repaid with the sum of 321.648 lei. The decision of the court is subject to appeal within 15 days from the communication.

A couple of commercial litigations occurred due to delays concerning payments. The company is expecting to close amicably all remaining litigations within year end.

(b) Tax

The taxation system in Romania is in a phase of consolidation and harmonization with European legislation. However, there are still different interpretations of tax legislation. In some cases, the tax authorities may have different approaches to certain issues, the calculation of additional taxes and interest and penalties for late payment (0.06% per day from 1 January 2014). In Romania, tax periods remain open for tax control for 5 years. The Company's management believes that tax liabilities in these financial statements are appropriate.

(c) Transfer pricing

Fiscal legislation in Romania contains rules on transfer pricing between related parties since 2000. The current legislative framework defines the "market value" for transactions between related parties, and the methods of transfer pricing. As a result, it is expected that the tax authorities to initiate thorough verification of transfer prices, to ensure that the taxable and / or customs value of imported goods are not distorted by the effect of prices charged in relationships with affiliates. The Company can not assess the outcome of such review

(d) Fiscal legislation in Romania

Due to the fact that the tax law suffers frequently changes in Romania and because for some of the legal provisions there are several possible interpretations, in case of a tax audit, the way the company's management has interpreted these provisions may not correspond to the interpretations of supervisory bodies.

Although the management believes that taxes and fees were correctly calculated there is still the risk that the tax authorities have a different interpretation of the tax provisions in question and the effect of this difference of opinion on the accompanying financial statements to be materially.

NOTE 12. RISK MANAGEMENT

The main risks to which the Company is subject and the policies applied are detailed below.

i) Market risk

Romanian economy is in transition, and in the current economic crisis there is uncertainty about the future evolution of policy and economic development. The Company's management can not predict the changes that will take place in Romania and their effects on the financial situation, the results of operations and cash flows of the Company.

ii) Economic environment risk

The process of adjusting the risk-adjusted values held in international financial markets in 2008 - 2011 has affected their performance leading to heightened uncertainty about future economic developments.

The current global credit and liquidity crisis that began in mid-2008 led inter alia to a lower level and difficult access to capital market funding, lower liquidity levels in the Romanian banking sector, higher interbank lending rates, adjusting product prices. The significant losses suffered by global financial market could affect the Company's ability to obtain new loans and refinance its existing in conditions similar to those applied to earlier transactions.

Identification and evaluation of investments influenced by a market liquidity shortages, the determination of compliance with debt agreement and other contract covenants, evaluation of significant uncertainties, including the uncertainties related to the ability of the Company to continue to operate for a reasonable period of time following the lower demand, all bring their own challenges.

Company borrowers may also be affected by the liquidity crisis situations that might affect the ability to meet its current liabilities. Deteriorating operating conditions for borrowers may also affect the management of cash flow forecasts and assessment of the impairment of financial assets and financial assets. To the extent that information is available, management has reflected revised estimates of expected future cash flows in its impairment

Ongoing fears that deteriorating financial conditions could contribute in a later stage to a decrease in confidence prompted additional efforts are coordinated by governments and central banks to adopting special measures aiming to counter the growing aversion toward risk and restore normal functioning of the market.

The Company's management can not predict events that could have an effect on the industrial sector in Romania and consequently what effect it may have on these unconsolidated financial statements.

Management is unable to reliably estimate the effects on the Company's financial statements resulting from deteriorating financial market liquidity, impairment of financial assets influenced by the illiquid market conditions and high volatility of currency and financial markets and industrial. The Company's management believes to have taken all necessary measures to support growth in the Company's activity under current market conditions by:

- preparing strategies for managing the liquidity crisis and establishing measures to meet potential liquidity crisis;
- constant monitoring of liquidity;
forecasting of current liquidity;
- obtaining a commitment from the shareholder to support the Company's operations in Romania.
- daily monitoring of cash flows and its creditors impact assessment

iii) Foreign currency risk

Starting with 1 January 2004 Romania is no longer regarded as a hyperinflationary economic environment. However, there is a risk of depreciation of the value of net monetary assets denominated in USD. Currently there is no market outside Romania for the conversion of local currency into other currencies.

iv) Credit risk

Credit risk is the risk that a third party, part of a commercial relationship, does not fulfill an obligation, which will cause the other side to record a financial loss.

Receivables from the main activity are shown net, ie less allowance for doubtful debts. Credit risk related to receivables is limited due to the large number of clients in the portfolio of clients of the company. As a result, the Company's management believes that the Company does not present significant credit risk.

During its activity, the Company is exposed to credit risk, mainly due to credit, especially due to the current unstable environment generated by the global economic crisis and local management closely monitors credit risk exposure regularly. Credit risk related to trade receivables is low due to large number of clients that make up the customer base of the Company. Therefore, management estimates that no significant concentrations of credit risk.

v) Liquidity risk

Liquidity risk, also called funding risk, is the risk that a company has difficulty in accumulating funds to meet commitments associated with financial instruments. Liquidity risk can occur due to the inability to quickly sell a financial asset at a value close to the fair.

The Company's policy on liquidity is to maintain sufficient liquidity so that obligations can be paid on the due dates. Assets and liabilities are analyzed by contractual maturities for the remainder (note 5).

Volis Argyrios
General Manager

QUARTERLY REPORT CONSOLIDATED STATEMENTS
According to NSC Regulation No. 1 / 2006
QUARTER III 2018

Report date: 15.11.2018

Name of the company: S.C. NATURA QUATTUOR ENERGIA HOLDINGS SA

Social offices: Bucharest, 5-7, Dimitrie Pompei St., District 2

Phone/fax number: 0760 309 992 / 021 310 06 05

Sole Registration Code with Trade Registry RO 2695737

Trade Registry Number J40/3315/2009

Subscribed and paid up share capital: 4.556.611 lei

Regulated market on which the securities issued are traded: BSE Market

INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR 30.09.2018

STATEMENT OF FINANCIAL POSITION as at 30.09.2018

	01-Jan-18 (Audited)	30-Sep-18 (Not audited)
ASSETS		
Non current assets		
Property, plant and equipment	7,437,653	3,128,178
Intangible assets	17,753	-
Investment property	19,048,854	466,370
Loans receivables	5,288,911	5,479,786
Bonds	-	-
Financial assets	209,553	-
Investment in associates	277,411	310,335
Deferred tax asset	-	574,054
Total Non current Assets	32,280,135	9,958,723
Current assets		
Inventories	-	-
Loans receivables	161,523	-
Trade and other receivables	1,943,698	1,774,250
Other assets	158,116	1,238
Cash and cash equivalents	335,814	53,871
Total Current Assets	2,599,151	1,829,359
Total Assets	34,879,286	11,788,082
SHAREHOLDERS' EQUITY AND LIABILITIES		
Shareholders' Equity		
Share capital	6,661,239	5,861,057
Share premiums	4,064,177	8,405,391
Translation reserve	(53,742)	(3,878)
Revaluation reserves	1,690,568	1,692,137
Legal reserves	24,479	24,479
Other reserves	91,808	14,459
Retained earnings / (Accumulated losses)	(9,438,825)	(10,677,486)
Result for the year	(1,238,661)	(2,410,407)
Total shareholders' equity	1,801,043	2,905,752
Non-controlling interest	60,915	116,192

Total equity	1.861.958	3.021,944
Non-current liabilities		
Loans and borrowings	12,252,595	3,279,956
Bonds	5,954,325	-
Other long term liabilities	289,724	-
Deferred tax liabilities	941,539	-
Total Non-current liabilities	19,438,183	3,279,956
Current liabilities		
Trade and other payables	2,632,884	3,634,476
Loans and borrowings	10,722,595	1,583,077
Bonds	223,666	268,629
Total Current liabilities	13,579,145	5,486,182
TOTAL Liabilities	33,017,328	8,766,138
TOTAL Shareholders' Equity and Liabilities	34,879,286	11,788,082

STATEMENT OF COMPREHENSIVE INCOME as of 30.09.2018

	01-Jan-18 (audited)	30-Sep-18 (not audited)
Revenues from services rendered	301,249	-
Rental income	18,648	24,601
Other revenues	105,374	16,475
Total revenues	425,271	41,076
Third party services	(2,282,536)	(1,333,981)
Personnel expenses	(2,598,873)	(1,328,412)
Other operating expenses	(3,068,847)	(208,539)
Fair value gains / (losses) from investment properties, net	8,243,496	400
Total operating expenses	293,240	(2,870,532)
Operating result	718,511	(2,829,455)
Financing costs	(1,264,411)	(378,678)
Financing income	148,468	109,091
Foreign exchange expense, net	(342,522)	8,903
Other financial items, net	-	550,232
Financial result	(1,458,466)	289,548
Share of profit of equity-accounted investees, net of tax	(66,637)	32,924
Gross profit	(806,592)	(2,506,983)
Current income tax expense	(2,531)	(3,697)
Deferred income tax expense	(787,505)	(64)
Total income tax	(790,036)	(3,761)

Net profit / (loss) for the period	(1,596,628)	(2,510,744)
thereof attributable to non-controlling interests	(357,967)	(100,337)
thereof attributable to the owners of the parent	(1,238,661)	(2,410,407)
Other comprehensive income		
Items that will never be reclassified to profit and loss		
Revaluation of property, plant and equipment	104,778	1,868
Foreign currency translation differences for foreign operations	(51,033)	49,864
Deferred tax liability on revaluation reserve	(16,764)	(299)
Other comprehensive income for the period	36,981	51,433
Total comprehensive income	(1,559,647)	(2,459,311)
thereof attributable to non-controlling interests	(357,967)	(100,338)
thereof attributable to the owners of the parent	(1,201,680)	(2,358,973)

The financial statements were not audited as at 30.09.2018.

Volis Argyrios
General Manager

Explanatory notes

Note 1. Reporting entity

S.C. Natura Quattuor Energia Holdings SA ("Company") is a joint stock company established in 1990, with the social offices in Bucharest, 5-7 Dimitrie Pompeiu Bvd., District 2, Romania. The Company is registered with the Trade Registry under no. J40/3315/2009.

The Articles of Incorporation of S.C. NATURA QUATTUOR ENERGIA HOLDINGS SA stipulates under art. 5 "Field and object of activity of the Company "that the main object of activity of the Company is Activities of holding companies " NACE Code 6420.

In 2012, the Company changed its name into S.C. NATURA QUATTUOR ENERGIA HOLDINGS SA, from formerly SC Scapis SA. The Company was listed on RASDAQ market. Starting with March 2014 the Company is listed on the regulated market of Bucharest Stock Exchange, Standard category, under the trading symbol SCPS.

The company is not ultimately controlled by a single entity.

The consolidated financial statements of the Company for the year ended 30 September 2018 comprise the Company and its subsidiaries (together with the Company called the "Group") and the Group's interests in associates and joint ventures.

Subsidiaries and Associates of the Company, and the nature of their activity are as follows:

	Country of registration	Nature of business	September 30, 2018	December 31, 2017
Vospolimno Holdings Limited	Cyprus	Activities of holding companies	√	√
NQE Hydro SRL	Romania	Renewable energy	√	√
NQE Zalokosta SRL	Romania	Renewable energy	√	√
Codlea Alpha Solar SRL	Romania	Renewable energy	√	√
Codlea Bravo Solar SRL	Romania	Renewable energy	√	√
Deal Properties SRL (associate)	Romania	Renewable energy	√	√
NQE Solar Habitat SA	Romania	Real estate development		√
Hygeia Soil SRL	Romania	Agriculture	√	√
NQE Central Habitat SRL	Romania	Real estate development	√	√
NQE Solar 2 SRL	Romania	Real estate development	√	√
Greek Production of Olympus Herbs lke	Greece	Agriculture		√
NQE Developments	Romania	Real estate development	√	√

Note 2. Basis of preparation

These consolidated financial statements have been prepared in accordance with the requirements of Order no. 2844/2016 of the Vice-Minister of the Ministry of Public Finance for approving the accounting regulations compliant with International Financial Reporting Standards (hereinafter "IFRS"), applicable to trading companies whose securities are admitted to trading on a regulated market and subsequent amendments.

According to VMPFO 2844/2016, International Financial Reporting Standards represent the standards adopted under the procedure stipulated by the European Commission Regulation no. 1606/2002 of the European Parliament and of the Council as of 19 July 2002 on the application of international accounting standards.

Note 3. Functional and presentation currency

The consolidated financial statements are presented in Romanian lei ("Lei" or "RON"), which is the functional currency of the Group. All financial information presented in RON has been rounded to the nearest RON, unless otherwise indicated.

Note 4. Use of estimates and professional judgement

Preparation of consolidated financial statements in conformity with IFRS requires the use by management of professional judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Note 5. Valuation Basis

The consolidated financial statements are prepared under the historical cost, except for the following significant items in the consolidated statement of financial position:

- land and buildings are measured at revalued amount;
- real estate investments are measured at fair value.

The share capital is adjusted in accordance with International Accounting Standard ("IAS") 29 *Financial reporting in hyperinflationary economies*, in order to adjust effects of the Romanian hyperinflationary economy ended at December 31, 2003.

Note 6. Changes in accounting policies

All the Group entities have consistently applied the accounting policies to all periods presented in these consolidated financial statements.

Note 7. Significant accounting policies

The accounting policies have been applied by all Group entities, consistently to all periods presented in these consolidated financial statements.