



Quarterly report

as of 31 March 2023



Contents

Executive summary	2
Financial and operating highlights	3
Analysis of the standalone and consolidated results for the first quarter of the year 2023	6
Condensed standalone and consolidated interim financial statements as at and for the three months period ended 31 March 2023	13
Contact us	33
Find out more about the Bucharest Stock Exchange	33

Notes

The Directors' consolidated report herein presents the quarterly condensed standalone and consolidated financial statements of the Bucharest Stock Exchange, prepared in accordance with the International Financial Reporting Standards as adopted by the European Union and in compliance with the rules and regulations of the Financial Supervisory Authority (FSA). The financial results as of 31 March 2023 are not audited.

The financial figures presented in the executive management commentary which are expressed in million RON are rounded off to the nearest integer and may result in small reconciliation differences.

Entities included in the consolidation process: Bucharest Stock Exchange, Central Depository, CCP.RO Bucharest.

Disclaimer

This English language report is a convenience translation of the Romanian language "*Raport trimestrial întocmit la data de 31 March 2023*". The Romanian version of the report is the official document.

Executive summary

Key events in 1Q 2023

- ✓ 7 financing rounds raising → **EUR 428 mn**
 - ✓ The first bonds issued by CEC Bank → **EUR 250 mn**
 - ✓ Raiffeisen Bank sustainable bonds → **EUR 75 mn**
 - ✓ Unicredit Bank bonds → **EUR 95 mn**
-
- 6th edition of Made in Romania programme was launched
 - Expansion of BVB Research Hub
 - Investor Relations and Liquidity Support Programme in collaboration with EBRD was initiated

Key figures for 1Q 2023

BVB Standalone

Financial results influenced by the volumes traded in a market waiting for the important transactions estimated for this year and marked by the economy evolution.

*All-time high reached by the BVB share - closing price on March 29, of RON 47.8.
Closing price 1Q 23 – RON 47.2/share (+70% y/y).*

Operating revenues of RON 7.14 mn, variation of -28% y/y, from RON 9.86 mn, base effect determined by the outbreak of the conflict in Ukraine in 1Q 2022, which generated high volatility and significant volumes traded. Compared to Q1 2021, operating revenues increased 24%.

Operating expenses of RON 5.46 mn, +10% y/y impact of inflation increase in the main categories of expenses, especially those related to maintaining authorized activities at an optimal level.

Net profit of RON 1.53 mn, down RON 4.39 mn vs 1Q 2022.

Positive momentum on low volumes

As of March 31, 2023:

- ✓ BET index: **12,111.5**, +3.84% YTD
 - ✓ BET-TR index: **23,561.08**, +3.86% YTD
 - ✓ Total traded value on the main market 1Q2023: 2.6 bn RON (-57% vs 1Q 2022).
-
- The number of retail investors reached an **all-time high over 133,000**.
 - The official request for the authorization of the central counterparty CCP.RO, together with the related documentation, was submitted to the Financial Supervisory Authority.

BVB Group

Results influenced by the evolution of the capital market and Group projects – the Central Counterparty project from Romania (CCP.RO).

Operating revenues of RON 12.86 mn, decrease of 18% or RON 2.74 mn y/y, influenced by the variation recorded in the trading segment, while the post-trading and registry segments recorded a slight increase of 2% y/y. CCP.RO did not record operating revenues.

Operating expenses of RON 11.89 mn, increase of 20% y/y, generated by new costs related to the new stage of authorization of the Central Counterparty project and following the inflation increase, with a direct impact on the advance of personnel expenses and other operating expenses, on all Group's business segments.

Operating profit of RON 0.97 mn, down from RON 5.68 mn in 1Q 2022, result of the variation in trading segment operating revenues, an amplified effect of the increase in consolidated operating expenses.

Net profit of RON 1.76 mn, decrease from RON 5.44 mn compared to 1Q 2022.

Expectations for 1Q 2023

IPOs in spotlights with Hidroelectrica and Agricover expected to be launched in Q2.

IPO promotion and organizing investors events, aimed to promote capital market, will be a priority in this period.

Dividend payment related to 2022 results will be made in June 2023.

Financial and operating highlights

Standalone and consolidated financial performance for the first quarter of the year 2023 (RON mn, unless otherwise stated)

	BVB Standalone			GROUP		
	1Q 2023	1Q 2022	Change (%)	1Q 2023	1Q 2022	Change (%)
Operating revenue	7.14	9.86	-28%	12.86	15.60	-18%
Operating expenses	(5.46)	(4.97)	10%	(11.89)	(9.92)	20%
Operating profit	1.68	4.89	-66%	0.97	5.68	-83%
<i>Operating margin</i>	<i>24%</i>	<i>50%</i>		<i>8%</i>	<i>36%</i>	
Net financial revenue/(expenses)	0.17	0.29	-41%	1.14	0.73	57%
Profit before tax	1.85	5.18	-64%	2.11	6.41	-67%
Net profit for the period	1.53	4.39	-65%	1.76	5.44	-68%
<i>Net margin</i>	<i>21%</i>	<i>45%</i>		<i>14%</i>	<i>35%</i>	
EPS attributable to owners (RON/share)**	0.1902	0.5456	-65%	0.2267	0.6444	-65%
<i>Return on equity</i>	<i>1%</i>	<i>4%</i>		<i>1%</i>	<i>4%</i>	

** Consolidated attributable profit and consolidated earnings per share are information that is presented in accordance with the requirements of International Financial Reporting Standards (IFRS) and do not represent the basis for granting BVB dividends.

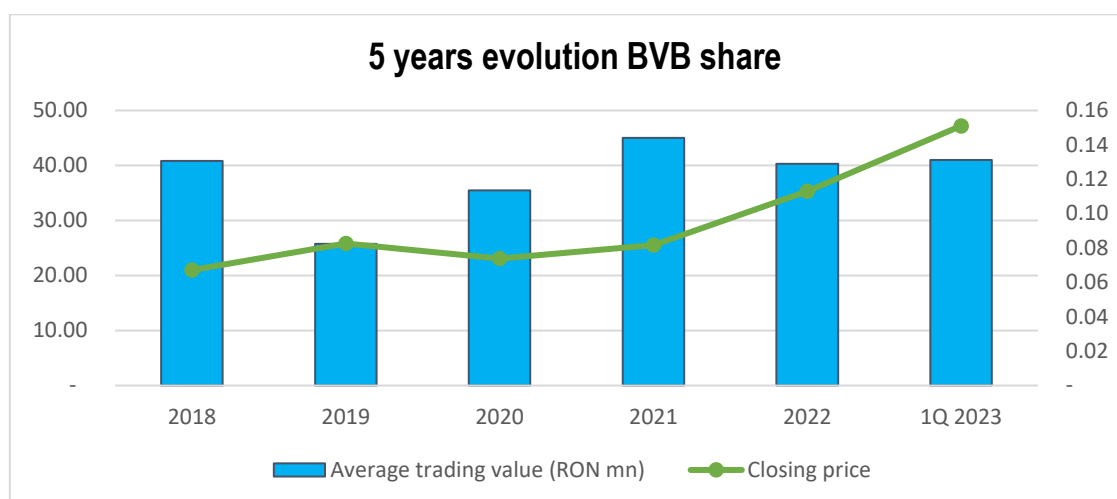
The proposal for the distribution of BVB's profit in the form of dividends is made from the net profit of the Bucharest Stock Exchange SA (BVB individual) according to the dividend policy published on the BVB website, in the "Investor Relations" section.

Standalone and consolidated financial position (RON mn, unless otherwise stated)

	BVB Standalone			BVB GROUP		
	31 Mar. 2023	31 Dec. 2022	Change (%)	31 Mar. 2023	31 Dec. 2022	Change (%)
Total assets, out of which:	123.87	121.29	2%	202.07	198.01	5%
Investments in associated entities	67.74	67.74	0%	-	-	-
<i>Trade receivables and other receivables</i>	4.70	5.22	-10%	7.54	9.84	-23%
<i>Cash & cash equivalents</i>	3.54	1.63	118%	34.15	33.31	3%
<i>Financial assets at amortized cost</i>	31.17	30.69	2%	79.61	78.75	1%
<i>Restricted financial assets at amortized cost</i>	-	-	-	23.09	22.15	4%
Payables, out of which:	10.14	9.35	8%	45.82	43.78	5%
<i>Trade and other payables</i>	3.74	4.43	-15%	32.96	32.44	2%
Equity, out of which:	113.73	111.94	2%	156.25	154.23	1%
<i>Total shareholders' equity attributable to the owners of the Company</i>	113.73	111.94	2%	111.40	109.31	2%
<i>Non-controlling interests</i>	-	-	-	44.85	44.92	0%

Share statistics for BVB as parent company (RON, unless otherwise stated)

Share statistics for BVB as parent company	1Q 2023	1Q 2022	Change (%)
Closing price (e-o-p)	47.20	27.80	70%
Weighted average price	41.62	25.25	65%
High (intraday)	47.90	27.90	72%
Low (intraday)	35.60	22.70	57%
Total trading value (RON mn)	8.27	11.07	-25%
Average trading value (RON mn)	0.13	0.18	-25%



Operating highlights, trading segment (RON mn, all markets)

	1Q 2023	1Q 2022	Change (%)
Transaction value			
Shares, units, rights	2,441	5,371	-55%
<i>Out of, Shares traded on regulated market, without offers</i>	1,926	4,082	-53%
Certificates	156	303	-48%
Fixed-income investments	119	686	-83%
Total	2,717	6,360	-57%
Avg. daily value (shares, without initial public offers) *	30.58	64.79	-53%
Avg. daily value (shares, including initial public offers)*	34.73	80.35	-57%

*Value for the Regulated market

Operating indicators, post-trading and registry segments

	1Q 2023	1Q 2022	Change (%)
No. companies with registry contract at CSD	854	876	-3%
No. procedures resulted from issuers' corporate events	416	396	5%
<u>Local settlement</u>			
Value of trades settled on net basis (RON bn)	5.42	12.53	-57%
Value of trades settled on gross basis (RON bn)	0.37	0.74	50%
<u>Settlements through T2S platform (euro)</u>			
Value of trades settled on gross basis (EUR mn)	16.54	55.78	-70%
Avg. monthly portfolio managed by custodians (RON bn)	63.40	64.30	-1%

Analysis of the standalone and consolidated results for the first quarter of the year 2023

Macroeconomic and financial markets evolution in the first quarter of 2023

The first quarter of 2023 was further marked by the spillover effects of the ongoing war in Ukraine, the persistence of high inflation both globally and locally, and due to two negative events from the banking sector: the collapse of the American Silicon Valley Bank and the takeover of troubled Credit Suisse bank by UBS, amid a slowdown in the global economy.

At the local level, the latest figures regarding the dynamics of Romania's GDP have shown an economic growth in the last quarter of 2022 of 4.6%, year-over-year, above analysts' expectations and in a slight acceleration compared to the previous quarter, driven by consistent activity on the investment component.

The unemployment rate has registered a slight decrease compared to the previous quarter, reaching the level of 5.5%, with the labor market remaining robust. Inflation rate has remained at an exceptionally high level of 14.5% in March, but expectations are that it will return to a downward trend throughout the year. However, over the medium term, inflation will remain significantly above the central bank's target level, which will continue to put pressure on the monetary policy.

In continued efforts to temper the further price increases, the Board of Governors of the NBR decided in the January meeting to increase the monetary policy rate by 25 bps to the level of 7%, while keeping it unchanged in the meetings of February and March. We may have already witnessed the maximum level of interest rates for this economic cycle, which could prove encouraging for the economic activity, but this will depend heavily on how quickly inflation returns to an acceptable level.

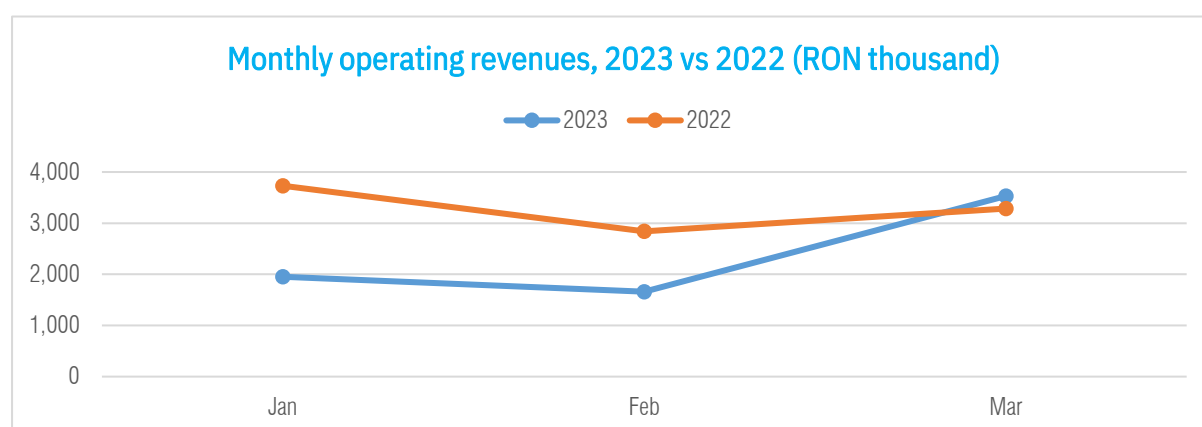
The EUR/RON exchange rate registered a slight decrease in the first quarter of the year, fluctuating, on average, around the 4.92 level. In terms of the USD/RON exchange rate, it continued its correction compared to the previous quarter towards the average level of 4.58.

Despite the events in the banking system, the equity markets continued their recovery in the first quarter of the year, amid signs that inflation could be on a downward trend and based on the perception that the contagion risk in the banking system is limited. The Romanian market's BET index registered an increase of 3.8% but underperformed compared to the developed markets' indices. In the US, the S&P 500 index increased by 7.0%, while in the UK, the FTSE 100 gained by 2.4%. In the Eurozone, Germany's DAX index recorded a positive performance of 12.0% while the MSCI Emerging Markets' index increased by 3.6%.

Evolution analysis of the main standalone and Group financial indicators for the first quarter of the year 2023

Operating revenues BVB standalone* in 1Q2023, 28% decrease compared to 1Q 2022 (RON 9.86 mn lei), previous period being influenced by increased volatility and significant traded volumes in the context of an exceptional event, the outbreak of the conflict in Ukraine, with a direct impact on the variable trading revenues.

The decrease was offset by the advance of market data revenues, +23% y/y, generated by the application of the new tariff plan valid starting January 1, 2023, of revenues from issuers maintaining fees following the 2022 inflation rate indexation (13.8%), as well as higher participant fees and partnerships revenues compared to the previous period.



Operating revenues, BVB standalone*, (RON mn)

	<u>1Q</u> <u>2023</u>	<u>1Q</u> <u>2022</u>	<u>% din total</u> <u>2023</u>	<u>Var.</u> <u>abs</u>	<u>% Var</u>
Operating revenues	4.44	7.70	62%	-3.25	-42%
Revenues from Trading fees, out of which:					
<i>Revenues from Regulated market</i>	2.58	5.57	36%	-3.00	-54%
<i>Revenues from Offers, Regulated market</i>	1.55	1.38	22%	0.17	12%
<i>Revenues from structured products</i>	0.17	0.33	2%	-0.16	-49%
<i>Revenues from ATS</i>	0.15	0.42	2%	-0.27	-64%
Issuers admission & maintenance fees	1.19	1.11	17%	0.08	7%
Revenues from data vending	0.93	0.75	13%	0.17	23%
Other revenues	0.58	0.30	8%	0.28	94%
Total operating revenues	7.14	9.86	100%	-2.72	-28%

* including intra-group transactions

Operating revenues Central Depository (DC)* in 1Q 2023: amount of RON 5.94 mn, +2% y/y, mainly result of the increase in some tariff rates, including the issuers maintaining rate, this increase covering the decrease in the value of settled transactions.

*Revenues from post-trading segment * (DC)* in 1Q 2023, in amount of RON 3.77 mn, -8% compared to the previous period, result of the reduction of local settlement revenues from the BVB markets, being influenced by the values traded at BVB, decrease partially covered by the 3% increase in revenues from the admission and maintaining of participants result of higher revenues from the - the percentage component, following the increase in the commission for retail government securities.

This segment represents 65% of DC's operating revenues.

*Revenues from registry segment * (DC)* in 1Q 2023 recorded an increase of 17% y/y, up to the value of RON 2.04 mn, due to the advance of revenues from operations provided for issuers of financial instruments by approximately 19%, result of tariffs increase including the maintaining tariff for issuers but also an increase in revenues for the holders of financial instruments by approximately 27%, following higher number of services requested by the holders.

This segment represents 35% of DC's operating revenues.

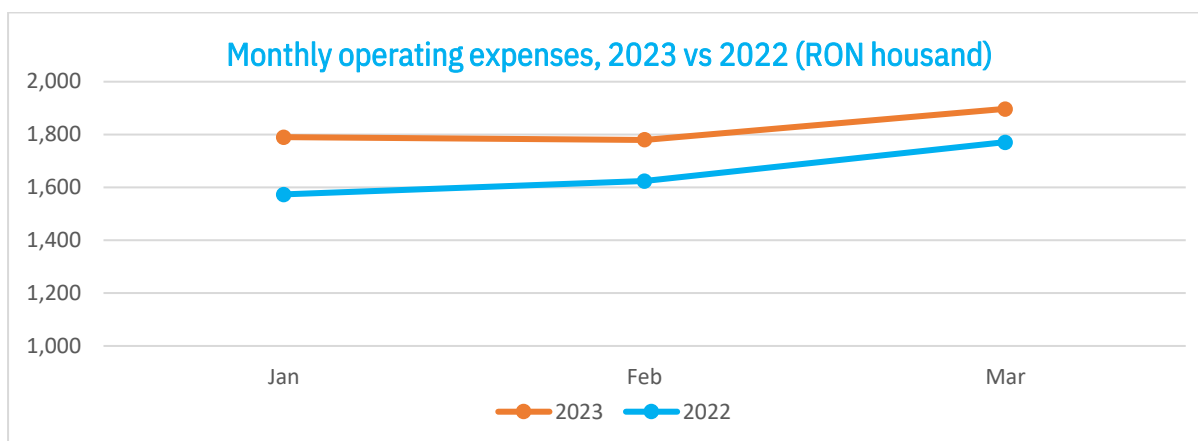
CCP.RO Bucharest did not record operating revenues in the first quarter of 2023.

- **The consolidated operating revenues of the BVB Group in 1Q 2023** decreased by 18% to the value of RON 12.86 mn (RON 15.60 mn in 1Q 2022), generated by the evolution of trading revenues from the trading segment.

Operating expenses, BVB standalone* in 1Q 2023 - increase of 10% compared to 1Q 2022 up to the value of RON 5.46 mn, mainly influenced by:

- Higher *personnel expenses* by 9% a/y, up to the value of RON 2.94 mn, result of the salaries annual indexation according to the Remuneration Policy applied starting April 2022 and the increase of CA remuneration starting May 2022.
- Decrease in *third-party services expenses* by 10% y/y, to the value of RON 0.62 mn, due to lower business development services in 1Q 2023, while expenses with legal consultancy increased by 24%
- Higher *other operating expenses* by 21% y/y up to the value of RON 1.90 mn, base effect from inflation increase, amplified by the advance of the depreciation and marketing and promotion expenses, as well as the higher sponsorship expenses recorded at the beginning of the year vs previous year when they were recorded throughout the year.

* including intra-group transactions



Operating expenses BVB Standalone* (RON mn)

Operating expenses	1Q 2023	1Q 2022	Abs. Var.	Var %
Personnel expenses and Director's fees	<u>2.94</u>	<u>2.71</u>	<u>0.23</u>	<u>9%</u>
Services provided by third parties, out of which:	<u>0.62</u>	<u>0.69</u>	<u>-0.07</u>	<u>-10%</u>
<i>Commissions and fees (legal, audit)</i>	0.20	0.16	0.04	24%
<i>Third party services-on events and promotion</i>	0.30	0.34	-0.04	-11%
<i>Third party services-business development projects</i>	0.12	0.19	-0.07	-37%
Other operating expenses, out of which:	<u>1.90</u>	<u>1.58</u>	<u>0.33</u>	<u>21%</u>
<i>Utilities and other rentals</i>	0.27	0.20	0.07	32%
<i>Amortization and depreciation of fixed assets and right of use assets</i>	0.6	0.52	0.08	16%
<i>Consumables and stationery expenses</i>	0.02	0.09	-0.07	-80%
<i>Marketing, protocol and travel expenses</i>	0.36	0.24	0.11	47%
<i>Sponsorship expenses</i>	<u>0.17</u>	<u>0.06</u>	<u>0.08</u>	<u>59%</u>
Total Operating expenses	5.46	4.97	0.49	10%

Operating expenses, Central Depository (DC)* 1Q 2023 are in amount of RON 4.89 mn, +24% y/y, increase generated by the 35% advance of personnel expenses from the impact from the monthly recognition of bonuses estimates related to current year starting Q2 2022 (in line with Group's accounting policies), impact + RON 370 thousand, as well as the indexation and annual adjustment of salaries according to the Remuneration Policy starting September 2022.

The increase is also supported by the advance of other operating expenses (+8% y/y), impact from the increase in inflation, but also result of higher IT maintenance expenses and depreciation of fixed assets.

Operating expenses, CCP.RO* in 1Q 2023 – RON 1.76 mn, increase from RON 1.09 mn in 1Q 2022, +62% y/y, determined by the advance of by third-party services expenses, respectively consultancy services related to the implementation of the central counterparty and SWIFT network use services, as well as other operating expenses, mainly expenses with ASF fees for CCP authorization, rent expenses, depreciation and telecommunications - private data connections.

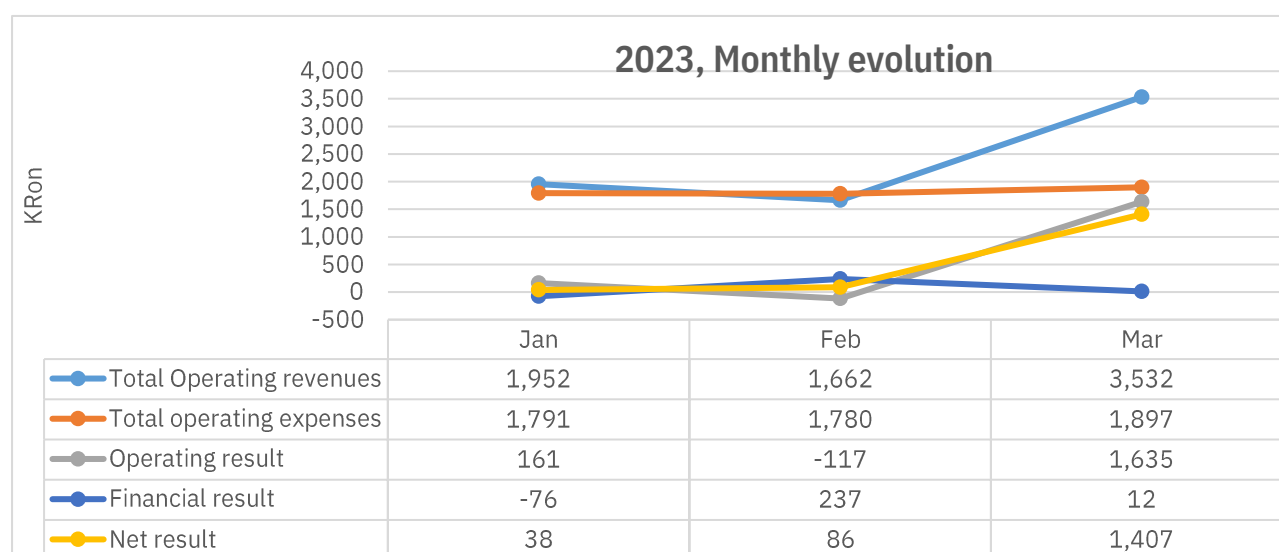
* including intra-group transactions

Consolidated operating expenses in 1Q 2023, +20% compared to 1Q 2022 up to the value of RON 11.89 mn, influenced by:

- 19% increase, respectively RON 1.02 mn up to the value of RON 6.51 mn of *consolidated personnel expenses*, determined by the annual application of the Remuneration Policy - indexation and adjustment at the market level (in the case of BVB and DC) implemented after Q1 2022, by the increase in the average number of employees (in the case of CCP.RO), but also by the monthly recognition of bonus estimates for the current year starting from Q2 2022 by the Central Depository.
- 14% increase in *third party services expenses* up to RON 1.39 mn, mainly result of the consultancy services related to the implementation of the Central Counterparty and SWIFT network usage services recorded by CCP.RO
- 24% increase in other operating expenses up to the value of RON 3.99 mn result of new expenses recorded by CCP. RO related to the authorization/implementation of the central counterparty, increase in fixed assets depreciation expenses, IT maintenance, as well as higher administrative expenses (head office rent, utilities), negative impact from the increase in inflation.

Operating profit, BVB standalone* in 1Q 2023 in amount of 1.68 mn, -66% compared to 1Q 2022 (RON 4.89 mn) with an operating margin of 24%, level directly influenced by the variable operating revenues evolution.

Monthly evolution, BVB standalone* (thousand RON)



Operating profit, Central Depository (DC)* in 1Q 2022 of RON 1.05, -44% compared to 1Q 2022, with an operating margin of 18%, result of the increase in operating expenses, while the evolution of operating revenues was relatively constant.

Operating loss of CCP.RO* in 1Q 2023 of RON 1.76 mn, increase of 62% y/y (RON 1.09 mn), a similar evolution to that of operating expenses considering that the company does not record operating revenues.

* Including intra-group transactions

- **Consolidated operating profit** in 1Q 2023 of RON 0.97 mn, decrease of RON 4.71 mn compared to previous period (1Q 2022 – 5.68 mn), generated by a double effect, decrease in consolidated operating revenues which is based on an exceptional event in 1Q 2022, and the advance of operating expenses.

Net financial income, BVB standalone* in 1Q 2023 of RON 170 thousand, decrease of 41% compared to 1Q 2022, mainly generated by the lower unrealized forex gain vs previous period, following the appreciation of the RON vs. USD exchange rate, with negative impact from revaluation of financial investments held in USD.

Net financial income, Central Depository (DC) * in 1Q 2023 increase of 57% y/y, up to the value of RON 324 thousand, generated by 2x increase in interest income compared to the previous period, result of higher rates received on financial investments, while unrealized forex loss was higher compared to 1Q 2022.

Net financial income, CCP.RO in 1Q 2023, increase of 183% y/y up to the value of RON 647 thousand, mainly determined by higher net interest income compared to the previous period obtained from investments in government securities and bank deposits, CCP.RO having significant liquidity from the share capital increase.

- **Consolidated net financial income** in 1Q 2023 of RON 1.14 mn, 57% increase compared to 1Q 2022 determined by higher interest income due to better interest rates obtained on financial investments made.

Net profit, BVB standalone * in 1Q 2023 of RON 1.53 mn, down from 4.39 mn in 1Q 2022 (-65%), with a net margin of 21%, directly influenced by the evolution the operating result .

Net profit, Central Depository (DC) * in 1Q 2023 of RON 1.17mn, decrease of 34% y/y (1Q 2022: RON 1.78 mn), determined by the evolution of the operating result, compensated by the increase in financial result.

Net loss, CCP.RO * in 1Q 2023 of RON 0.93 mn, increased level compared to previous period (1Q 2022: RON 0.73 mn) influenced by the evolution of the operating loss.

Consolidated net profit of the BVB Group in 1Q 2023 in amount of RON 1.76 mn, -68% y/y (5.44 mn in 1Q 2022), being directly influenced by the evolution of the operating result

* Including intra-group transactions

Review of BVB standalone financial position as of March 31, 2023

Total assets as of March 31, 2023, in amount of RON 123.87 mn, 2% increase compared to December 2022 (December 31, 2022 – RON 121.29 mn).

Fixed assets, - a slight increase of 1% to the value of RON 96 mn.

Current assets increased by 5% compared to the beginning of the year, up to the value of RON 27.86 mn, generated mainly by the increase in cash.

Total liabilities in amount of RON 10.14 mn, increase of 8% compared to the value from December 31, 2022 (RON 9.35 mn), mainly due to higher deferred income, following issuers maintaining fees for SMT market invoiced for the entire year 2023 at the beginning of the year.

Equity, slight increase of 2% compared to December 31, 2022, up to the value of RON 113.73 mn, influenced by the current result recognized.

Review of the consolidated financial position as of March 31, 2023

Total assets as of 31 March 2023, +2% compared to December 2022, in amount of RON 202.07 mn, consisting of:

Fixed assets of RON 80.09 mn, +3% compared to the beginning of the year, influenced by advances paid for intangible assets by CCP.RO.

Current assets of RON 121.99 mn, +1% compared to the beginning of the year.

The total liabilities of the Group are mainly short-term, as of March 31, 2023 are in amount of RON 45.82 mn, +5% compared to December 31, 2022 (RON 43.78 mn), influenced by the increase in deferred income.

43% of the total debts are represented by the dividends for payment held on behalf of the clients by the Central Depository, in amount of RON 19.92 mn, and 7% represent guarantee, compensation and margin funds for the settlement of transactions, in amount of RON 3.13 mn.

Equity of RON 156.25 mn, +1% compared to the beginning of the year mainly influenced by the current consolidated result recorded.

Condensed standalone and consolidated interim financial statements as at and for the three months period ended 31 March 2023

Prepared in accordance with
International Financial Reporting Standards
as adopted by the European Union

Condensed standalone and consolidated income statement and statement of comprehensive income

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		BVB Group	
	Three months period ended			
	31 Mar. 2023	31 Mar. 2023	31 Mar. 2023	31 Mar. 2023
	Unaudited	Unaudited	Unaudited	Unaudited
Revenues from services	6,957,584	9,775,443	12,668,701	15,476,743
Other revenues	<u>181,810</u>	<u>81,159</u>	<u>190,570</u>	<u>126,987</u>
Operating revenue	7,139,394	9,856,602	12,859,271	15,603,730
Personnel expenses and Directors' fees	(2,938,572)	(2,705,226)	(6,509,360)	(5,489,128)
Third- party services expenses	(619,417)	(688,457)	(1,392,755)	(1,216,740)
Other operating expenses	<u>(1,902,685)</u>	<u>(1,575,271)</u>	<u>(3,987,637)</u>	<u>(3,217,379)</u>
Operating profit	<u>1,678,720</u>	<u>4,887,648</u>	<u>969,519</u>	<u>5,680,483</u>
Net financial revenues/(expenses)	173,003	292,458	1,144,026	727,362
Profit before tax	<u>1,851,723</u>	<u>5,180,106</u>	<u>2,113,545</u>	<u>6,407,845</u>
Corporate income tax expense	<u>(320,657)</u>	<u>(788,448)</u>	<u>(351,587)</u>	<u>(963,758)</u>
Profit for the period	<u>1,531,066</u>	<u>4,391,658</u>	<u>1,761,957</u>	<u>5,444,087</u>
Profit attributable to:				
Non-controlling interests	-	-	(62,088)	257,034
Owners of the Company	<u>1,531,066</u>	<u>4,391,658</u>	<u>1,824,045</u>	<u>5,187,052</u>
Profit for the period	<u>1,531,066</u>	<u>4,391,658</u>	<u>1,761,957</u>	<u>5,444,087</u>
Earnings per share				
Earnings per share – base/diluted (RON)	0.1902	0.5456	0.2267	0.6444

The notes on pages 23 to 31 are an integral part of these condensed consolidated financial statements.

CEO,
Adrian Tănase

CFO,
Virgil Adrian Stroia

Condensed standalone and consolidated statement of financial position

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		BVB Group	
	31 Mar. 2023	31 Dec. 2022	31 Mar. 2023	31 Dec. 2022
	Unaudited	Audited	Unaudited	Audited
Non-current assets				
Tangible assets	5,108,979	5,276,255	8,219,919	8,679,773
Intangible assets	1,638,646	1,533,668	5,925,152	4,559,157
Right-of-use assets	2,723,461	2,968,222	4,461,281	4,819,904
Deferred tax receivables	-	-	2,156,709	1,976,856
Financial assets at amortized cost	18,794,896	17,297,417	59,322,258	57,501,111
Investments in associated entities	<u>67,743,735</u>	<u>67,743,735</u>	-	-
Total Non-current assets	<u>96,009,717</u>	<u>94,819,297</u>	<u>80,085,319</u>	<u>77,536,801</u>
Current assets				
Trade and other receivables	4,704,931	5,223,733	7,543,239	9,844,887
Prepayments	868,414	619,492	1,617,289	870,502
Bank deposits	6,376,257	5,650,562	35,294,012	33,052,253
Restricted bank deposits covering the guarantee fund and the margin	-	-	3,168,559	3,087,625
Other financial assets at amortized cost	12,370,822	13,397,434	20,287,573	21,247,852
Cash and cash equivalents	3,541,971	1,582,318	34,151,801	33,309,069
Other restricted assets at amortized cost	-	-	19,924,821	19,062,207
Total current assets	<u>27,862,395</u>	<u>26,473,539</u>	<u>121,987,294</u>	<u>120,474,395</u>
Total assets	<u>123,872,112</u>	<u>121,292,836</u>	<u>202,072,613</u>	<u>198,582,500</u>
Equity				
Share capital	80,492,460	80,492,460	80,492,460	80,492,460
Treasury shares and Share-base benefits	185,472	(75,528)	185,472	(75,528)
Share premiums	6,303,263	6,303,263	6,297,386	6,297,386
Legal reserve	10,890,593	10,798,007	13,130,813	12,969,425
Revaluation reserve	1,748,513	1,748,513	3,385,355	3,385,355
Retained earnings	<u>14,114,155</u>	<u>12,675,674</u>	<u>7,905,536</u>	<u>6,242,878</u>
Total shareholders' equity attributable to the owners of the Company	<u>113,734,456</u>	<u>111,942,389</u>	<u>111,397,022</u>	<u>109,311,976</u>
Non-controlling interests	-	-	44,853,310	44,915,398
Total shareholders' equity	<u>113,734,456</u>	<u>111,942,389</u>	<u>156,250,332</u>	<u>154,227,374</u>

Condensed standalone and consolidated statement of financial position (continued)

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		BVB Group	
	31 Mar. 2023	31 Dec. 2022	31 Mar. 2023	31 Dec. 2022
	Unaudited	Audited	Unaudited	Audited
Liabilities				
Operating lease liabilities	<u>1,942,571</u>	<u>2,178,409</u>	<u>2,785,205</u>	<u>3,103,995</u>
Total non-current liabilities	<u>1,942,571</u>	<u>2,178,409</u>	<u>2,785,205</u>	<u>3,103,995</u>
Trade and other payables	3,742,461	4,428,738	32,955,668	32,437,892
Deferred income	3,187,765	1,612,834	3,234,549	1,648,237
Operating lease liabilities	944,202	948,605	1,996,561	2,057,984
Current corporate income tax payables	320,657	181,861	531,402	315,203
Provisions	-	-	1,191,332	1,146,332
Guarantee and clearing funds and settlement operation margin	-	-	3,127,564	3,074,179
Total current liabilities	<u>8,195,085</u>	<u>7,172,037</u>	<u>43,037,076</u>	<u>40,679,827</u>
Total liabilities	<u>10,137,656</u>	<u>9,350,447</u>	<u>45,822,281</u>	<u>43,783,822</u>
Total liabilities and equity	<u>123,872,112</u>	<u>121,292,836</u>	<u>202,072,613</u>	<u>198,011,196</u>

The notes on pages 23 to 31 are an integral part of these condensed consolidated financial statements.

CEO,
Adrian Tănase

CFO,
Virgil Adrian Stroia

Condensed standalone statement of changes in equity

All amounts are indicated in RON, unless otherwise stated

Unaudited	Share capital	Share premiums	Treasury shares and Share-base benefits	Retained earnings	Revaluation reserve	Legal reserve	Total shareholders' equity
Balance as at 1 January 2023	<u>80,492,460</u>	<u>6,303,263</u>	<u>(75,528)</u>	<u>12,675,674</u>	<u>1,748,513</u>	<u>10,798,007</u>	<u>111,942,389</u>
Comprehensive income for the year							
Profit or loss	-	-	-	1,531,066	-	-	1,531,066
Other items of comprehensive income							
Legal reserve increase	-	-	-	(92,586)	-	92,586	-
Total other items of comprehensive income	-	-	-	(92,586)	-	92,586	-
Total comprehensive income for the year	-	-	-	<u>1,438,480</u>	-	<u>92,586</u>	<u>1,531,066</u>
Contributions by and distributions to owners of the Company							
Benefits granted to employees settled in shares	-	-	261,000	-	-	-	261,000
Losses as effect of granting shares for free-SOP	-	-	-	-	-	-	-
Dividend paid to BVB shareholders	-	-	-	-	-	-	-
Total contributions by and distributions to owners of the Company	-	-	261,000	-	-	-	261,000
Total transactions with owners	-	-	261,000	-	-	-	261,000
Balance as at 31 March 2023	<u>80,492,460</u>	<u>6,303,263</u>	<u>185,471</u>	<u>14,114,155</u>	<u>1,748,513</u>	<u>10,890,593</u>	<u>113,734,456</u>

Condensed standalone statement of changes in equity (continue)

All amounts are indicated in RON, unless otherwise stated

Unaudited	Share capital	Share premiums	Treasury shares and Share-base benefits	Retained earnings	Revaluation reserve	Legal reserve	Total shareholders' equity
Balance as at 1 January 2022	<u>80,492,460</u>	<u>6,303,263</u>	<u>110,096</u>	<u>9,933,606</u>	<u>1,748,513</u>	<u>10,160,680</u>	<u>108,748,618</u>
Comprehensive income for the year							
Profit or loss	-	-	-	11,035,706	-	-	11,035,706
Other items of comprehensive income							
Legal reserve increase	-	-	-	(637,327)	=	637,327	-
Total other items of comprehensive income	=	=	=	<u>(637,327)</u>	=	<u>637,327</u>	-
Total comprehensive income for the year	-	-	-	<u>10,398,379</u>	-	<u>637,327</u>	<u>11,035,706</u>
Contributions by and distributions to owners of the Company							
Acquisition of treasury shares	-	-	(1,074,170)	-	-	-	(1,074,170)
Benefits granted to employees settled in shares	-	-	914,303	-	-	-	914,303
Losses as effect of granting shares for free withir SOP	-	-	(25,757)	25,757	-	-	-
Dividend paid to BVB shareholders	=	=	-	(7,682,067)	=	=	(7,682,067)
Total contributions by and distributions to owners of the Company	-	-	<u>(185,624)</u>	<u>(7,656,310)</u>	-	-	<u>(7,841,934)</u>
Total transactions with owners	-	-	(185,624)	(7,656,310)	-	-	(7,841,934)
Balance as at 31 December 2022	<u>80,492,460</u>	<u>6,303,263</u>	<u>(75,528)</u>	<u>12,675,674</u>	<u>1,748,513</u>	<u>10,798,007</u>	<u>111,942,389</u>

Condensed consolidated statement of changes in equity

All amounts are indicated in RON, unless otherwise stated

Unaudited	Share capital	Treasury shares		Retained earnings	Revaluation reserve	Legal reserve	Total		Total shareholders' equity
		Share and premiums	Share-base benefits				attributable to shareholders	Non-controlling interests	
Balance as at 1 January 2023	<u>80,492,460</u>	<u>6,297,386</u>	<u>(75,528)</u>	<u>6,242,878</u>	<u>3,385,355</u>	<u>12,969,425</u>	<u>109,311,976</u>	<u>44,915,398</u>	<u>154,227,374</u>
Comprehensive income for the year									
Profit or loss	-	-	-	1,824,045	-	-	1,824,045	(62,088)	1,761,957
Other items of comprehensive income									
Legal reserve increase	-	-	-	(161,387)	-	161,387	-	-	-
Total other items of comprehensive income	=	=	=	<u>(161,387)</u>	=	<u>161,387</u>	=	=	=
Total comprehensive income for the year	-	-	-	<u>1,662,658</u>	-	<u>161,387</u>	<u>1,824,045</u>	<u>(62,088)</u>	<u>1,761,957</u>
Contributions by and distributions to owners of the Company									
Benefits granted to employees settled in shares	-	-	261,000	-	-	-	261,000	-	261,000
Losses/gains as effect of granting shares for free within SOP	-	-	-	-	-	-	-	-	-
Dividend paid to BVB shareholders	=	=	-	-	-	-	-	-	-
Total contributions by and distributions to owners of the Company	-	=	<u>261,000</u>	=	=	=	<u>261,000</u>	=	<u>261,000</u>
Total changes in interests in subsidiaries	-	=	=	-	=	-	=	-	=
Total transactions with owners	=	=	<u>261,000</u>	=	=	=	<u>261,000</u>	=	<u>261,000</u>
Balance as at 31 March 2023	<u>80,492,460</u>	<u>6,297,386</u>	<u>185,472</u>	<u>7,905,536</u>	<u>3,385,355</u>	<u>13,130,812</u>	<u>111,397,022</u>	<u>44,853,310</u>	<u>156,250,332</u>

Condensed consolidated statement of changes in equity (continued)

All amounts are indicated in RON, unless otherwise stated

Unaudited	Treasury shares			Retained earnings	Revaluation reserve	Legal reserve	Total attributable to shareholders	Non-controlling interests	Total shareholders' equity
	Share capital	Share and Share-base premiums	Share-base benefits						
Balance as at 1 January 2022	<u>80,492,460</u>	<u>6,297,386</u>	<u>110,096</u>	<u>3,796,970</u>	<u>3,385,355</u>	<u>12,076,959</u>	<u>106,159,226</u>	<u>39,166,248</u>	<u>145,325,474</u>
Comprehensive income for the year									
Profit or loss	-	-	-	10,627,396	-	-	10,627,396	(196,405)	10,430,992
Other items of comprehensive income									
Legal reserve increase	-	-	-	(892,466)	-	892,466	-	-	-
Total other items of comprehensive income	-	-	-	<u>(892,466)</u>	-	<u>892,466</u>	-	-	-
Total comprehensive income for the year	-	-	-	<u>9,734,930</u>	-	<u>892,466</u>	<u>10,627,396</u>	<u>(196,405)</u>	<u>10,430,992</u>
Contributions by and distributions to owners of the Company									
Acquisition of treasury shares	-	-	(1,074,170)	-	-	-	(1,074,170)	-	(1,074,170)
Benefits granted to employees settled in shares	-	-	914,303	-	-	-	914,303	-	914,303
Losses/gains as effect of granting shares for free within SOP	-	-	(25,757)	25,757	-	-	-	-	-
Dividend paid to BVB shareholders	-	-	0	(7,682,022)	-	-	(7,682,022)	-	(7,682,022)
Total contributions by and distributions to owners of the Company	-	-	<u>(185,624)</u>	<u>(7,656,265)</u>	-	-	<u>(7,841,889)</u>	-	<u>(7,841,889)</u>
Dividend paid to minority shareholders	-	-	-	-	-	-	-	(687,202)	(687,202)
Change in retain earnings of minority interests	-	-	-	367,243	-	-	367,243	(367,243)	-
Share capital increase of minority interests	-	-	-	-	-	-	-	7,000,000	7,000,000
Total changes in interests in subsidiaries	-	-	-	<u>367,243</u>	-	-	<u>367,243</u>	<u>5,945,555</u>	<u>6,312,798</u>
Total transactions with owners	-	-	<u>(185,624)</u>	<u>(7,289,022)</u>	-	-	<u>(7,474,646)</u>	<u>5,945,555</u>	<u>(1,529,091)</u>
Balance as at 31 December 2022	<u>80,492,460</u>	<u>6,297,386</u>	<u>(75,528)</u>	<u>6,242,878</u>	<u>3,385,355</u>	<u>12,969,425</u>	<u>109,311,976</u>	<u>44,915,398</u>	<u>154,227,374</u>

Condensed individual and consolidated statement of cash flows

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		Group	
	Three months period ended			
	31 Mar. 2023 Unaudited	31 Mar. 2022 Unaudited	31 Mar. 2023 Unaudited	31 Mar. 2022 Unaudited
Fluxuri de trezorerie din activități de exploatare				
Profit for the year	1,531,066	4,391,658	1,761,957	5,444,087
Adjustments to remove non-cash items and reclassifications:				
Depreciation of fixed assets	603,418	520,686	1,444,300	1,294,016
Net interest income	(362,328)	(245,544)	(1,411,593)	(717,614)
Dividends income	-	-	-	-
Loss from impairment of uncollected receivables			91,989	94,344
Net expenses/(revenue) with receivables adjustment	(2,969)	(11,973)	(87,807)	(80,786)
Provisions for litigations	-	-	45,000	39,000
Corporate income tax expense – reclassification	320,657	788,448	351,587	963,758
(Revenues)/Expenses with Expected credit losses IFRS 9	26,865	22,750	16,737	15,955
Expense with employees' benefits settled in shares	<u>261,000</u>	<u>228,843</u>	<u>261,000</u>	<u>228,843</u>
Cash flows used in operating activities	2,377,709	5,694,869	2,473,170	7,281,602
Change in trade and other receivables	521,771	(1,795,885)	2,343,474	(2,103,684)
Change in prepayments	(248,922)	(160,255)	(746,788)	(542,788)
Change in trade and other payables, including amounts due for dividends payment to clients	(685,996)	(201,619)	(53,246)	(20,160)
Change in deferred income	1,574,931	1,246,224	1,586,311	1,255,272
Changes in guarantee and clearing funds and the margin	-	-	53,384	41,704
Corporate income tax paid	<u>(181,861)</u>	<u>(412,570)</u>	<u>(315,241)</u>	<u>(552,498)</u>
Net cash from operating activities	3,357,632	4,370,764	5,341,065	5,359,447
Cash flows from investing activities				
Interest received	135,790	402,558	385,870	840,505
Dividends received	-	-	-	-
(Payments) for acquisitions of financial assets	(624,356)	(6,433,641)	(329,914)	(11,614,803)
Proceeds from sales/maturation of financial assets	359,480	11,145,034	479,487	21,238,836
Change in bank deposits balance	(777,900)	(7,736,286)	(2,339,573)	(30,880,749)
Acquisition of tangible and intangible assets	(296,360)	(439,166)	(1,786,211)	(548,385)
Net cash from investing activities	(1,203,346)	(3,061,502)	(3,590,341)	20,964,596)

Condensed consolidated statement of cash flows (continued)

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		Group	
	Three months period ended			
	31 Mar. 2023	31 Mar. 2022	31 Mar. 2023	31 Mar. 2022
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flows from financing activities				
Dividends paid shareholders of the parent	(281)	(1,244)	(281)	(1,244)
Dividends paid to the minority interests	-	-	-	(66)
Principal elements of operating lease payments, including interests	(240,241)	(218,294)	(585,819)	(532,320)
Acquisition of treasury shares	-	(1,048,413)	-	(1,048,413)
Net cash used in financing activities	(240,522)	(1,267,952)	(586,101)	(1,582,044)
Net increase / (decrease) in cash and cash equivalents	1,913,764	41,310	1,164,623	(17,187,192)
Cash and cash equivalents beginning of the period	<u>1,628,206</u>	<u>3,149,786</u>	<u>32,987,178</u>	32,746,712
Cash and cash equivalents end of period	3,541,971	3,191,096	34,151,801	15,559,519

The notes on pages 23 to 31 are an integral part of these condensed consolidated financial statements.

Notes to the condensed consolidated financial statements

All amounts are indicated in RON, unless otherwise stated

1. General information

Identification data

34-36 Carol I Blvd., floors 13-14, District 2, Bucharest

Address

J40/12328/2005

Trade Register No

17777754

Sole Registration Code

The Bucharest Stock Exchange (BVB) was established on 21 June 1995 as a public non-profit institution, based on the Decision of the National Securities Commission (NSC) no. 20/1995 and in July 2005 it became a joint stock company.

BVB is the leading exchange in Romania and operates several markets:

- The Regulated Market where financial instruments such as shares and rights issued by international and Romanian entities, debt instruments (corporate, municipality and government bonds issued by Romanian entities and international corporate bonds), UCITs (shares and fund units), structured products, tradable UCITS (ETFs) are traded.
- SMT/AeRO Market, designed for start-ups and SMEs, launched on 25 February 2015; separate sections of the alternative trading system are available for trading foreign stocks listed on other markets.

Main activity

Administration of financial markets

CAEN code 6611

BVB's operating revenues are generated mainly from the trading of all the listed financial instruments, from fees charged to issuers for the admittance and maintenance to the trading system, as well as from data vending to various users.

Share tickers

BVB

BVB.RO (Bloomberg)

BBG000BBWMN3

(Bloomberg BBGID)

ROBVB.BX (Reuters)

ROBVAACNORO (ISIN)

Since 8 June 2010, BVB is a listed company on its own spot regulated market and is included in the Premium Tier. The company's share capital consists of 8,049,246 shares with a nominal value of RON 10.

In accordance with the provisions of article 136 paragraph 5 of Law no. 126/2018 on financial instruments, no shareholder of a market operator can hold, directly or indirectly, more than 20% of the total voting rights. At the end of March 2023, there were no shareholders holding stakes exceeding this threshold.

BVB is included in indices focused on listed stock exchanges and other trading venues (FTSE Mondo Visione Exchanges Index and Dow Jones Global Exchanges Index), FTSE Russell Indices for Emerging Markets (FTSE Global Micro Cap), as well as in local market indices: BET and its total return version BET-TR, BET-XT and BET-XT-TR, BET-BK, BET Plus.

Subsidiaries

BVB is the parent company of BVB Group, which includes the following subsidiaries:

- Central Depository (Depozitarul Central), 69.04% owned by BVB, performs clearing / settlement operations for transactions with securities carried out at BVB and keeps the register of shareholders.
- CCP.RO Bucharest, 54.72% owned by BVB, was registered at the Trade Register on November 4, 2019 and aims to ensure the role of central counterparty in the derivative transactions market. The effective launch of the operations is estimated to last up to 24 months, taking into account the authorization process by the FSA in accordance with EMIR rules.

On December 30, 2022 was officially recorded the share capital increase of CCP RO from RON 79.8 mn to RON 86.8 mn , following the receipt of capital contribution of RON 7 mn by the new shareholder Societatea Energetică ELECTRICA S A .

Thus, BVB's ownership in the CCP.RO subsidiary decreased from 59.52% to 54.72%.

The consolidated financial statements of BVB for the three months period ended 31 March 2023 include the financial information of the Company and its subsidiaries, except for the Corporate Governance Institute, an entity considered by BVB management as insignificant for inclusion in the Group's consolidated financial statements and reports.

2. Basis of preparation

The interim condensed consolidated financial statements for the three months period ended 31 March 2023 have been prepared in accordance with IAS 34, 'Interim financial reporting'. They do not include all the information required for a complete set of financial statements prepared in accordance with International Financial Reporting Standards. These interim condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2022, which have been prepared in accordance with IFRSs.

In the condensed consolidated financial statements, subsidiaries – those companies in which the Group, directly or indirectly, holds more than half of the voting rights or which have the power to exercise control over operations – are fully consolidated.

3. Accounting policies

The accounting policies and methods of computation followed in these condensed consolidated financial statements are consistent with those used in the most recent annual financial statements, prepared for the year ended 31 December 2022.

Taxes on income in the interim periods are accrued using the tax rate and calculation methodology that would be applicable to expected total annual profit or loss.

4. Estimates

The preparation of standalone condensed quarterly financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, revenues and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual standalone financial statements for the year ended 31 December 2022.

5. Financial risk management and financial instruments

5.1 Financial risk factors

The company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The consolidated condensed financial statements do not include all financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the company's annual financial statements as of 31 December 2022.

There have been no changes in risk management or in any risk management policies since the year end.

5.2 Liquidity risk

Compared to year end, there was no material change in the company's liquidity position.

5.3 Fair value estimation

The various levels at which the company measures the fair value of financial instruments have been defined as follows:

- Quoted prices (unadjusted) in active markets for similar instruments (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the financial instrument, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the financial instrument that are not based on observable market data (that is, unobservable inputs) (Level 3).

During the reporting period there have been no significant changes in carrying amounts and fair values of the main categories of assets and liabilities, as compared to 31 December 2022.

5.4 Fair value of financial assets and liabilities measured at amortized cost

The fair value of the following financial assets and liabilities approximate their carrying amount:

- Trade and other receivables
- Other current financial assets
- Cash and cash equivalents
- Trade and other payables

6. Segment reporting

The segment information is reported by the Group's activities. Intra-group transactions are conducted under normal market conditions. Segment assets and payables include both items directly attributable to these segments and items that may be allocated using a reasonable basis.

The Group's activity consists of the following main business segments:

- Capital markets - trading (securities and financial instruments transactions on regulated markets and alternative trading systems)
- Post-trading services (services provided after a transaction is completed and the bank account is debited, and the securities are transferred to the portfolio).
- Registry services (storage and updating of the registry of stakeholders for the listed companies)
- CCP.RO – future Central Counterparty

The companies in the Group have been organized by segments as follows: BVB represents the "trading services" segment, the activity of the Central Depository is divided between the "post-trading services" segment and the "registry services" segment according to the share of the related revenues, while the CCP.RO Bucharest is present separately.

The Group's revenues, expenses and operating profit for the first three months of the year 2023 are shown below, by segment:

1Q 2023	Trading services	Post-trading services	Registry services	CCP.RO	Group
Revenues from clients outside the Group	7,059,392	3,764,553	2,035,326	-	12,859,271
<i>Revenues from intra-group transactions*</i>	<i>80,000</i>	<i>89,074</i>	<i>51,821</i>	-	<i>220,895</i>
Operating expenses	(5,460,671)	(2,838,372)	(1,970,331)	(1,620,377)	(11,889,752)
<i>- out of which Personnel expenses and Director's fees</i>	<i>(2,938,569)</i>	<i>(1,627,218)</i>	<i>(1,196,672)</i>	<i>(746,901)</i>	<i>(6,509,360)</i>
Operating profit	1,598,721	926,181	64,995	(1,620,377)	969,519
Net financial income /(expenses)	173,003	208,097	115,859	647,068	1,144,026
Profit before tax	1,771,723	1,134,278	180,854	(973,308)	2,113,545
Corporate income tax	(320,657)	(181,846)	(28,937)	179,853	(351,587)
Net profit	<u>1,451,066</u>	<u>952,432</u>	<u>151,917</u>	<u>(793,455)</u>	<u>1,761,957</u>

* eliminated on consolidation

Starting end of 2022, a more accurate allocation of the post-trading and registry segments expenses was performed, in the first phase, the direct costs of the settlement and registry departments were considered, then the indirect expenses were allocated based on the revenues realized by each of the segment.

The Group's revenues, expenses and operating profit for the first three months of 2022 are shown below, by segment:

1Q 2022	Trading services	Post-trading services	Registry services	CCP.RO	Group
Revenues from clients outside the Group	9,776,603	4,087,876	1,739,252	-	15,603,730
<i>Revenues from intra-group transactions*</i>	<i>80,000</i>	<i>1,122</i>	<i>428</i>	-	<i>81,550</i>
Operating expenses	(4,967,406)	(2,714,238)	(1,152,857)	(1,088,746)	(9,923,247)
<i>out of which Personnel expenses and Director's fees</i>	<i>(2,705,226)</i>	<i>(1,463,756)</i>	<i>(622,190)</i>	<i>(697,956)</i>	<i>(5,489,128)</i>
Operating profit	4,809,197	1,373,638	586,395	(1,088,746)	5,680,483
Net financial income /(expenses)	292,459	144,713	61,186	229,003	727,362
Pre-tax profit	5,101,656	1,518,351	647,581	(859,743)	6,407,845
Corporate income tax	(788,448)	(218,640)	(93,749)	137,079	(963,758)
Net profit	<u>4,313,209</u>	<u>1,299,711</u>	<u>553,832</u>	<u>(722,664)</u>	<u>5,444,087</u>

* eliminated on consolidation

The Group's assets and payables and capital expenses are presented below, by segment:

1Q 2023	Trading services	Post-trading services	Registry services	CCP.RO	Group
Assets	56,064,750	28,984,391	36,789,388	80,234,083	202,072,612
Liabilities	10,137,656	6,550,208	23,737,676	5,396,741	45,822,281
Capital expenditures	297,850	30,064	16,156	1,443,632	1,787,702

4Q 2022	Trading services	Post-trading services	Registry services	CCP,RO and FCI	Group
Assets	53,485,474	30,945,305	32,607,747	81,543,974	198,582,500
Liabilities	9,350,447	7,082,155	22,150,244	5,772,281	44,355,126
Capital expenditures	1,836,888	1,223,960	712,455	767,483	4,540,785

7. Operating expenses

The operating expenses include the following:

7.1 Personnel expenses and Director's fees

	1Q 2023	1Q 2022
Personnel expenses and Director's fees, including contributions and taxes	5,787,113	5,186,035
Estimated expenses for personnel and Director's (SOP & bonuses)	<u>722,247</u>	<u>303,093</u>
Total	<u>6,509,360</u>	<u>5,489,128</u>

7.2 Services provided by third parties

	1Q 2023	1Q 2022
Business consulting services	294,503	115,432
Financial, IT and internal audit services	100,695	100,183
Commissions & fees (legal, contributions, etc.)	201,514	148,005
Promotion activities of BVB Group	111,994	145,318
Services provided by third party for business development	119,617	189,974
Other services provided by third parties for business purposes	<u>564,432</u>	<u>517,828</u>
Total	<u>1,392,755</u>	<u>1,216,740</u>

Within the expenses category "Business consultancy services" are included the consultancy services recorded by CCP.RO related to the authorization as a Central Counterparty.

7.3 Other operating expenses

	1Q 2023	1Q 2022
Office utilities and other rent	443,965	305,413
Tangible asset depreciation	488,210	369,625
Intangible asset amortization	391,860	395,050
Right of use assets depreciation	564,229	529,340
Costs related to FSA fees and other taxes	634,460	382,498
Consumables	55,906	126,307
IT maintenance and service	521,967	524,195
Insurance for professional equipment, etc.	87,220	82,821
Protocol	139,525	73,851
Marketing and advertising	219,049	148,992
Transport of goods and personnel	74,089	51,289
Post and telecommunications	127,152	83,972
Bank charges	20,463	24,703
Loss from non-paying customers	91,989	94,344
Expenses / (Revenue) from provisions for litigation	45,000	39,000
Net expenses/(income) from adjustment of receivables	(87,807)	(80,786)
Other expenses	<u>170,359</u>	<u>66,763</u>
Total	<u>3,987,637</u>	<u>3,217,379</u>

8. Financial income and financial costs

Financial income and expenses recognized in profit or loss account include:

	1Q 2023	1Q 2022
Net Interest income from financial assets	1,411,593	717,614
(Net loss)/Net gain from exchange rate differences	(185,309)	114,016
Interest expense with lease contracts IFRS 16 and other financial expenses	(65,523)	(88,243)
Net expected credit losses (IFRS 9)	<u>(16,736)</u>	<u>(16,026)</u>
Net financial income	<u>1,144,026</u>	<u>727,362</u>

9. Income taxes

The **current income tax expense** is recognized based on the annual income tax rate and calculation methodology for the full financial year. The tax rate used for the period ended 31 March 2023 is 16% (the tax rate for the year ended 31 March 2022 was also 16%).

Deferred income tax income was calculated for temporary deductible differences resulting from the investment in the CCP.RO subsidiary and is based on the loss recorded by CCP.RO in the current year. The recognized temporary differences are estimated to be deducted from the taxable profit obtained in the following years. The legal annual tax rate used for the period ended 31 March 2023 is 16% (the legal tax rate for the year ended March 31, 2022 was also 16%).

9.1 Income Tax expense

Income Tax expense presented in the consolidated Income Statement is comprised of:

	1Q 2023	1Q 2022
Current income tax expense	531,440	1,100,837
Revenue from the deferred Income tax	<u>(179,853)</u>	<u>(137,079)</u>
Total	<u>351,587</u>	<u>963,758</u>

10. Dividends

The General Meeting of BVB Shareholders from April 26, 2023, approved the proposal for the distribution of the statutory net profit for 2022 of the Bucharest Stock Exchange, in the amount of RON 11,035,706, as follows: the amount of RON 637,327 for the legal reserve, and the remaining amount in the form gross dividends, Thus, the amount to be distributed in 2023 in the form of gross dividends related to 2022 is RON 10,398,379. The dividends payment date approved by GMS is June 27, 2023.

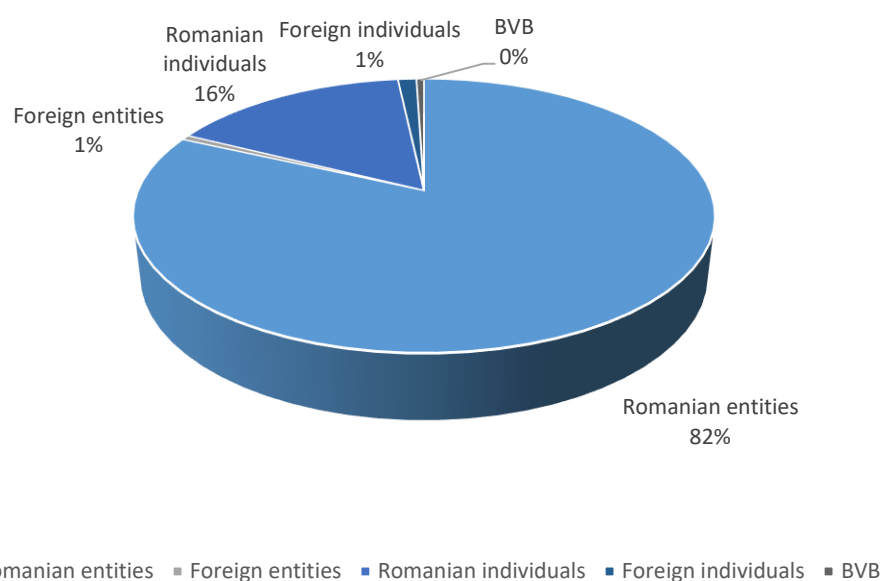
The General Meeting of the Central Depository Shareholders was set for May 25, 2023 with the proposal for the distribution of the statutory net profit of 2022, in amount of RON 4,305,178, as follows: the amount of RON 255,139 for legal reserve, 50% from the remaining amount of RON 4,050,039, respectively the amount of RON 2,025,020 to be distributed for capitalization in other reserves and the rest, the amount of RON 2,025,019 in the form of dividends. The payment of dividends is to be made within 90 days from the date of the GMS.

11. Share capital

As of 31 March 2023, BVB had a share capital amounting to RON 80,492,460 divided into 8,049,246 shares with a nominal value of RON 10/share, dematerialized, with the same voting rights, divided into the following categories:

	Number of shares	% of the share capital
Legal entities, of which:	<u>6,632,525</u>	<u>82.40%</u>
Romanian	6,585,778	81.82%
Foreign	46,747	0.58%
Individuals, of which:	<u>1,376,302</u>	<u>17.10%</u>
Romanian	1,277,668	15.87%
Foreign	98,634	1.23%
Bucharest Stock Exchange	<u>40,419</u>	<u>0.50%</u>
Total	<u>8,049,246</u>	<u>100.00%</u>

BVB Shareholders Structure as of March 31, 2023



In accordance with the provisions of the article 136, paragraph 5 of law no. 1226/2018 on financial instruments, a shareholder of a market operator cannot own directly or indirectly more than 20% of the total voting rights.

As of 31 March 2023, there were no shareholders holding stakes exceeding this threshold.

12. Significant events to report

In February 2022, an armed conflict broke out between Russia and Ukraine, which affected the economies of the two countries and resulted, among other things, in a significant flow of refugees from Ukraine to neighboring countries (including Romania), as well as a series of sanctions imposed by the international community on Russia and Belarus and some of the companies of Russian origin. The medium and long-term impact of this conflict and the sanctions imposed on Russia cannot be anticipated at this moment with sufficient accuracy.

At the current date of the interim financial statements, the conflict is still ongoing. Taking into account that the Company does not have activities significantly dependent on the area in conflict or affected by sanctions (especially Russia, Ukraine, Belarus), neither in terms of purchases, nor sales or investments, we consider that the ability of the Company to continue its activity in the foreseeable future it will not be significantly affected, although there are still uncertainties related to the evolution of the conflict and the potential impact on the countries in the vicinity of the conflict zone and the global economy.

13. Subsequent events

No subsequent events to report.

Economic and financial ratios according to FSA Reg. 5 / 2018

As of 31 March 2023

Ratio	Calculation method	Value
1. Liquidity ¹⁾	Current assets / Current liabilities	2.83
2. Gearing ²⁾	Borrowed capital / Total equity x 100	0.02
3. Receivable turnover ³⁾	Average receivables / Turnover x 270	61
4. Asset turnover	Turnover / Non-current assets ⁴⁾	0.16

1) Provides the guarantee to cover current debts from current assets. The recommended acceptable value is about 2.

2) Explains the effectiveness of credit risk management, indicating potential financing, liquidity issues, with influences in meeting the commitments. Borrowed Capital = Loans over 1 year, Employed Capital = Borrowed Capital + Equity

3) Expresses the company's effectiveness in collecting its receivables, ie the number of days until the debtors pay their debts to the company.

4) Explains the effectiveness of non-current asset management by examining turnover (for financial investment companies the amount of current activity revenues) generated by a certain amount of non-current assets.

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Financial reports availability

Financial reports are available in our Investor Relations section on our corporate website at this [link](#)

Earnings conference calls

Permanent replays of our recorded earnings conference calls and the related presentations are available [here](#)

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