



To: the Bucharest Stock Exchange
the Romanian Financial Supervisory Authority

CURRENT REPORT 06/2025

Pursuant to Law no. 24/2017 on issuers of financial instruments and market operations and to the Romanian Financial Supervisory Authority Regulation no. 5/2018 on issuers and operations with securities, as subsequently amended and supplemented and the provisions of Article 99 of the Bucharest Stock Exchange Code, Title II, Issuers and Financial Instruments.

Date of report	24.02.2025
Name of the Company	Safetech Innovations S.A.
Registered Office	12-14 Frunzei Street, District 2, Bucharest
Phone	+40 754 908 742
Email	investors@safetech.ro
Registration nr. with Trade Registry	J2011003550405
Fiscal Code	28239696
Subscribed and paid share capital	32,543,530.6 lei
Total number of shares	162,717,653
Symbol	SAFE
Market where securities are traded	Bucharest Stock Exchange, Main Segment, Standard Category

Important events to be reported: 2024 Preliminary Financial Results

In 2024, at the individual level, the Company's turnover amounted to 42.3 million lei, a 36% increase compared to last year. During the year, cybersecurity services contributed 39% to the total turnover, and implementation of cybersecurity solutions contributed 61%. In 2024, Safetech Innovations gained 35 new clients from the Romanian market.

Other operating revenues at the individual level decreased by 38% in 2024, up to 1 million lei, the significant share of these revenues representing subsidies for investments transferred into revenues and corresponding to the depreciation recorded for own solutions (non-reimbursable European funds project, completed in 2019).

At the individual level, revenue from the production of fixed assets grew by 16% in 2024, up to 16.5 million lei. These represent investments in intangible assets made from European funds, national research funds, and the company's own resources for the development of Safetech's proprietary products.

In terms of expenses at the individual level, in 2024, the highest contribution is represented by employee benefits expenses, which increased by 24% compared to the same period last year and reached 14.3 million lei. As of December 31st, 2024, the Company had 73 employees, compared to 57 employees as of December 31st, 2023. The second significant cost was represented by raw materials and consumables expenses, which increased by 93% compared to 2023, reaching 13.8 million lei. The larger size of the business drives this increase and represents the cost of implemented solutions.

Other operating expenses at the individual level increased by 11% during the year, up to 4.8 million lei. This category includes third-party services, royalty expenses, management

SAFETECH INNOVATIONS S.A.



premises, rents, and postal and telecommunications taxes. The increase was driven by an increase in services performed by third parties. The costs of goods amounted to 8.6 million lei.

Depreciation and amortization at the individual level increased by 6% in 2024, up to 2.6 million lei, and represent fixed assets, such as laptops, furniture, monitors, a process automation solution, as well as cybersecurity solutions. These elements generate expenses with monthly amortization by amortizing them using the straight-line method.

At the individual level, the operating result in 2024 reached 15.5 million lei, a 40% increase compared to the same period last year, due to the larger scale of business and the increased focus on higher-margin services.

Financial expenses at the individual level increased by 25% compared to last year, reaching 281 thousand lei. At the same time, financial revenues decreased by 40% in 2024, up to 68 thousand lei. Therefore, at the individual level, the gross result for 2024 was 15.3 million lei, a 39% increase compared to 2023. The income tax increased to 1.8 million lei at the end of the year, a 42% increase, thus exceeding the increase in the gross result due to the fact that, starting from 2024, the reporting and calculation of the profit tax is carried out according to IFRS standards. Therefore, the net result for the year was 13.5 million lei, a 39% increase compared to 2023.

At the consolidated level, including the performance of the UK entity, Safetech UK, revenues reached 60.4 million lei in 2024, while net profit increased by 189%, reaching 11.1 million lei compared to 3.8 million lei in the previous year. The significant improvement in consolidated net profit reflects internal reorganization measures and the optimization of administrative and personnel expenses implemented throughout 2024.

Report availability

The 2024 unaudited individual and consolidated preliminary financial results of Safetech Innovations S.A. are available on the Company's website, www.safetech.ro, in the Investors section and on the issuer's profile on the website of the Bucharest Stock Exchange, www.bvb.ro. The results are also attached to this current report.

Investors call

On 24.02.2025, at 12:00, Bucharest time ((11:00 CET | 10:00 UK), the management will organize a conference call in Romanian for the presentation of the preliminary financial results for 2024. To participate in the conference call, interested parties are invited to register [HERE](#).

Victor GANSAC

CEO