



Half year report

as of 30 September 2022



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Notes

The Directors' consolidated report herein presents the nine months condensed 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 30 September 2022 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 30 September 2022*". The Romanian version of the report is the official document.

Executive summary

Key events in 3Q 2022

A new series of Fidelis bonds >over RON 1 bn raised
Raiffeisen Bank list a new green bonds issue
> RON 500 mn



AeRO market

Meta Estate Trust shares are listed on AeRO market following a private placement worth RON 14 mn.

Bucharest Stock Exchange shares are included in the FTSE Russell indices dedicated to Emerging Markets starting September 19.

Markets on a downtrend in Q3

As of September 30, 2022:

BET index: **10,639.41** -18.54% YTD

BET-TR index: **20,685.99** -10.50% YTD

Total traded value in the first 9 months: 17,3 bn RON (+34% vs 2021).

BVB organised the Moldova-Romania Capital Bridges forum, with high-level attendance from the political and business spheres.

BVB launches the ESG reporting guideline, a project implemented in collaboration with EBRDBVB kicks-off the 5th edition of the Made in Romania program.

Key figures for 9M 2022

BVB Standalone

Increased investors' confidence in the perspectives offered by the BVB - the closing price of the BVB share on September 30, 2022 reaches the value of RON 32.3 (+29% yoy)

Operating revenues higher by 33% vs 9M 2021, up to the value of RON 24.54 mn, due to increase in trading revenues (+43% yoy), mainly, public offers revenues (+4x yoy).

Operating expenses of RON 15.71 mn, 16% or RON 2.21 mn increase vs 9M 2021, influenced by the advance of personnel expenses, as well as other operating expenses, effect of rising inflation.

Operating profit of RON 8.82 mn, +80% or RON 3.92 mn compared to 9M 2021.

Net profit of RON 10.51 mn, RON 5 mn more than in 9M 2021 (+90%).

BVB Group

Financial results influenced by the positive evolution in all business segments.

Operating revenues of RON 42.69 mn, 31% or RON 10 mn increase compared to 9M 2021, influenced by higher revenues of the Group's active segments.

Operating expenses of RON 33.54 mn, + 8% vs. 9M 2021, following the advance of personnel expenses and other operating expenses at Group level, impact from the inflation increase.

Operating profit of RON 9.14 mn, over 5x increase compared to 9M 2021 (RON 1.67 mn).

Net profit of RON 10.72 mn, 180% or RON 6.89 mn higher compared to 9M 2021.

Expectations for 4Q 2022

The market correction weakens the prospects for new listings until the end of the year, particularly in the shares segment.

BVB will accelerate the promotion of the market and the investor engagement events, focusing on the IPO pipeline for 2023.

BVB will build on the collaboration with the Moldovan Capital Market, following the success of the Moldova-Romania capital bridges event.

Financial and operating highlights

Standalone and consolidated financial performance for the first nine months of the year 2022 (RON mn, unless otherwise stated)

	BVB Standalone			GROUP		
	9M 2022	9M 2021	Change (%)	9M 2022	9M 2021	Change (%)
Operating revenue	24.54	18.40	33%	42.69	32.68	31%
Operating expenses	<u>(15.71)</u>	<u>(13.50)</u>	<u>16%</u>	<u>(33.54)</u>	<u>(31.00)</u>	<u>8%</u>
Operating profit	8.82	4.90	80%	9.14	1.67	447%
<i>Operating margin</i>	<i>36%</i>	<i>27%</i>		<i>21%</i>	<i>5%</i>	
Net financial revenue/(expenses)	3.22	1.71	88%	3.35	2.95	14%
Profit before tax	<u>12.04</u>	<u>6.61</u>	<u>82%</u>	<u>12.49</u>	<u>4.62</u>	<u>170%</u>
Net profit for the period	10.51	5.53	90%	10.72	3.83	180%
<i>Net margin</i>	<i>43%</i>	<i>30%</i>		<i>25%</i>	<i>12%</i>	
EPS attributable to owners (RON/share)**	1.3059	0.6867	90%	1.2905	0.5562	180%
<i>Return on equity</i>	<i>9%</i>	<i>5%</i>		<i>7%</i>	<i>3%</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 performance – 3rd Quarter 2022 (RON mn, unless otherwise stated)

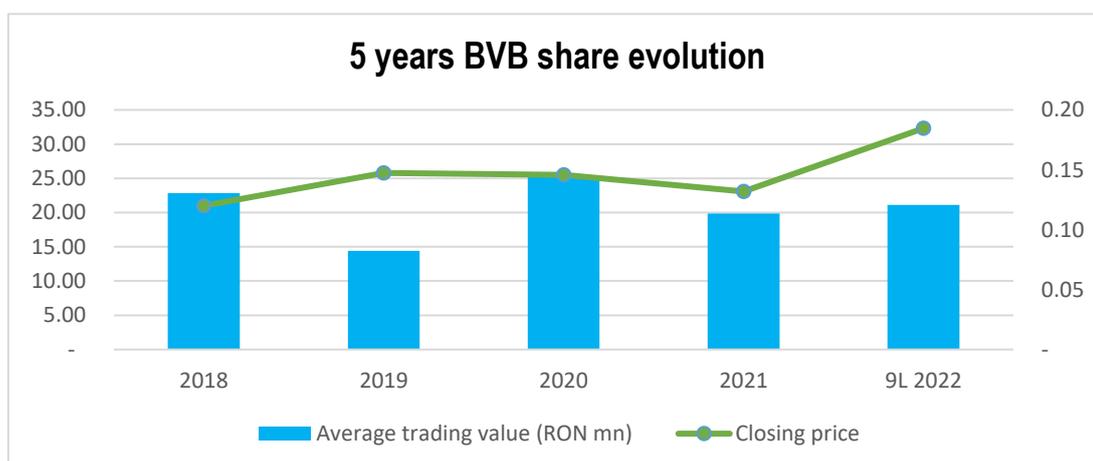
	BVB Standalone			GROUP		
	3Q 2022	3Q 2021	Change (%)	3Q 2022	3Q 2021	Change (%)
Operating revenue	6.18	6.71	-8%	12.22	11.75	4%
Operating expenses	<u>(5.18)</u>	<u>(4.73)</u>	<u>9%</u>	<u>(11.29)</u>	<u>(11.20)</u>	<u>1%</u>
Operating profit	1.00	1.98	-49%	0.93	0.55	68%
<i>Operating margin</i>	<i>16%</i>	<i>29%</i>		<i>8%</i>	<i>5%</i>	
Net financial revenue/(expenses)	0.69	0.38	78%	1.38	0.85	62%
Profit before tax	<u>1.69</u>	<u>2.36</u>	<u>-28%</u>	<u>2.31</u>	<u>1.41</u>	<u>64%</u>
Profit from continue operations	<u>1.69</u>	<u>1.95</u>	<u>-28%</u>	<u>1.95</u>	<u>1.12</u>	<u>75%</u>
Profit/(loss) from discontinued operations	-	-	-	-	<u>0.07</u>	<u>-100%</u>
Profit for the period	1.41	1.95	-28%	1.95	1.19	65%
<i>Net margin</i>	<i>23%</i>	<i>29%</i>		<i>16%</i>	<i>10%</i>	
EPS attributable to owners (RON/share)**	0.1757	0.2427	-28%	0.2305	0.1924	20%
<i>Return on equity</i>	<i>1%</i>	<i>2%</i>		<i>1%</i>	<i>1%</i>	

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

	BVB Standalone			BVB GROUP		
	30 Sep. 2022	31 Dec. 2021	Change (%)	30 Sep. 2022	31 Dec. 2021	Change (%)
Total assets, out of which:	119.66	117.72	2%	191.97	189.56	1%
<i>Trade receivables and other receivables</i>	3.36	2.86	17%	8.30	7.32	13%
<i>Cash & cash equivalents</i>	2.53	3.15		11.22	32.75	-66%
<i>Financial assets at amortized cost</i>	31.22	30.38	-20%	89.87	91.26	-2%
<i>Restricted financial assets at amortized cost</i>	-	-	3%	24.23	24.09	1%
Payables, out of which:	8.44	8.96	-6%	44.66	44.24	1%
<i>Trade and other payables</i>	2.94	3.57	-17%	32.88	32.08	2%
Equity, out of which:	111.22	108.75	2%	147.31	145.33	1%
<i>Total shareholders' equity attributable to the owners of the Company</i>	111.22	108.75	2%	108.50	106.16	2%
<i>Non-controlling interests</i>	-	-	-	38.81	39.17	-1%

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

	9M 2022	9M 2021	Variație (%)	3Q 2022	3Q 2021	Variație (%)
Closing price (e-o-p)	32.30	25.00	29%	32.30	25.00	29%
Weighted average price	27.16	24.69	10%	30.70	24.73	24%
High (intraday)	33.00	26.90	23%	33.00	26.10	26%
Low (intraday)	22.70	23.10	-2%	27.50	24.00	15%
Total trading value (RON mn)	22.80	25.86	-12%	6.06	6.31	-4%
Average trading value (RON mn)	0.12	0.14	-11%	0.09	0.1	-3%



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

Transaction value	9M 2022	9M 2021	Change (%)	3Q 2022	3Q 2021	Change (%)
Shares, units, rights	10,537	8,616	22%	2,576	3,195	-19%
<i>Out of, Shares traded on regulated market, without offers</i>	8,046	7,206	12%	2,167	2,652	-18%
Certificates	686	617	11%	131	293	-55%
Fixed-income investments	<u>6,824</u>	<u>4,780</u>	<u>43%</u>	<u>1,243</u>	<u>1,334</u>	<u>-7%</u>
Total	18,046	14,013	29%	3,951	4,822	-18%
Avg. daily value (shares, without initial public offers) *	42.57	37.93	12%	33.33	40.19	-17%
Avg. daily value (shares, including initial public offers)*	52.73	25.59	106%	37.36	44.11	-15%

*Value for the Regulated market

Operating indicators, post-trading and registry segments

	9M 2022	9M 2021	Change (%)	3Q 2022	3Q 2021	Change (%)
No. companies with registry contract at CSD	870	871	0%	870	871	0%
No. procedures resulted from issuers' corporate events	453	405	12%	453	405	12%
<u>Local settlement</u>						
Value of trades settled on net basis (RON bn)	28.43	20.58	38%	5.75	6.96	-17%
Value of trades settled on gross basis (RON bn)	2.15	1.62	33%	0.86	0.64	34%
<u>Settlements through T2S platform (euro)</u>						
Value of trades settled on gross basis (EUR mn)	528	520	1%	158	150	5%
Avg. monthly portfolio managed by custodians (RON bn)	60.62	60.67	0%	60.62	61	0%

Analysis of the standalone and consolidated results for the third quarter and the first nine months of the year 2022

Macroeconomic and financial markets evolution in the third quarter of 2022

The third quarter of 2022 was further marked by the negative effects of the ongoing war in Ukraine and persistent inflationary pressures both globally and locally, in the context of a global economic slowdown.

At the local level, the latest figures on Romania's GDP dynamics have shown an economic growth in the second quarter of 5.1%, year-over-year, slowing significantly compared to the first quarter, but still maintaining a sustained pace, the consumption component remaining solid.

The unemployment rate has decreased compared to the previous quarter to the 5.3% level, hiring activity accelerating compared to the previous quarter. Inflation has remained at a particularly high level of 15.9% in September and expectations are that it will remain at this level in the short term, but will return to a downward trend from the beginning of next year. However, over the medium term, inflation is likely to remain significantly above the central bank's target level, which will continue to put pressure on monetary policy.

Continuing the efforts to temper further price increases, the Board of Governors of the NBR has decided in the meetings of July and August on new increases in the monetary policy rate, ending the third quarter with a key rate of 5.50%. However, given the current level of inflation and the current uncertainties in the economy, further increases in the monetary policy rate are expected.

The EUR/RON exchange rate registered an important decrease in the third quarter of the year, fluctuating, on average, around 4.91. In terms of the USD/RON exchange rate, it has increased significantly towards an average level of 4.88, the US dollar acting as a safe haven asset during this period.

Equity markets have accelerated their decline in the third quarter amid accelerating global inflation and as a result of central banks engaging in tighter monetary policies to combat high inflation. The Romanian market's BET index corrected by 13.5%, declining more than the European Union indices. In the US, S&P 500 fell by 5.3%, while in the UK, FTSE 100 declined by 3.8%. Germany's DAX also underperformed by 5.2%, while the MSCI Emerging Markets index fell by 12.5%.

Review of the standalone and consolidated financial results for the third quarter of the year 2022

Operating revenues BVB standalone * in the 3Q 2022 recorded an 8% decrease compared to Q3 2021, from RON 6.71 mn to RON 6.18 mn, following a lower level of traded values, but also lack of significant public offers in the 3rd quarter.

3Q 2022 vs 2Q 2022: Operating revenues decreased by 27%, following a 2nd quarter with significant public offerings that generated revenues 5 times higher than in the third quarter of 2022.

Operating revenues Central Depository (DC)* 21% increase compared to 3Q 2021 up to the value of RON 6.11 mn, generated by both business segments, post-transaction (+10%) following the increase in value of the portfolios managed by the custodians, as well as the registry (+37%) following the indexation of some tariffs including the maintenance tariff for issuers, amplified by the increase in revenues for the services provided to the holders of financial instruments by approximately 11%, following the higher number of services provided.

3Q 2022 vs 2Q 2022: 5% decrease mainly driven by registry segment revenues (-8%).

CCP.RO did not record operating income in the third quarter of 2022.

- **BVB Group's consolidated operating revenues** in Q3 2022, 4% increase up to the value of RON 12.22 mn, compared to RON 11.75 mn in 3Q 2021, mainly supported by the advance of the post-trading and registry segments..

3Q 2022 vs 2Q 2022: Consolidated operating revenues are down 18%, influenced by the evolution of trading segment revenues.

Operating expenses, BVB standalone* in 3Q 2022 of RON 5.18 mn, 9% increase compared to 3Q 2021 to due to advance of personnel expenses, following the annual indexation and adjustment of salaries according to the Remuneration Policy (April 2022), of the bonuses and SOP estimates (minimum level in 2021), as well as the variation in the number of employees. The increase is also sustained by other operating expenses, negatively influenced by the increase in inflation, but also result of the reduction of the positive impact from the reversal of receivables impairment adjustments and higher sponsorship expenses.

3Q 2022 vs 2Q 2022: 7% decrease in operating expenses in Q3 2022, influenced by the reduction of expenses with services provided by third parties - consultancy.

Operating expenses, Central Depository* in 3Q - 6% increase compared to 3Q 2021, up to the value of RON 5.04 mn following the increase in expenses with third-party services, mainly IT services and audit related to ongoing projects.

3 Q 2022 vs 2Q 2022: operating expenses recorded a 12% decrease, mainly from personnel expenses, performance bonuses at DC were granted in June, while in 2021 in September.

* including intra-group transactions

Operating expenses, CCP.RO* in 3Q 2022: RON 1.15 mn, decrease of 36% compared to 3Q 2021, due to lower consulting expenses, a component of the consulting contract for the CCP authorization being capitalized into intangible assets.

3Q 2022 vs 2Q 2022: operating expenses remain constant.

- **Consolidated operating expenses** in 3Q remained relatively constant at the value of RON 11.29 mn compared to 3Q 2021. The advance of personnel expenses and other operating expenses, influenced by the increase in inflation, was compensated by the reduction of expenses with third party services. 3Q 2022 vs 2Q 2022: increase of 24% or RON 2.41 mn, mainly generated by the advance of personnel expenses at Group level.
- 3Q 2022 vs 2Q 2022: decrease of 8% or RON 1.05 mn, influenced by decreases on all categories of expenses at Group level.

Operating profit, BVB standalone* in 3Q 2022: RON 1 mn, 49% decrease compared to 3Q 2021, generated by the evolution of operating income, amplified by the increase in operating expenses.

3Q 2022 vs 2Q 2022: 66% decrease, directly influenced by the evolution of operating income.

The consolidated operating profit of the BVB Group in 3Q 2022: +68% vs 3Q 2021 to the value of RON 0.93 mn, the increase in consolidated operating income being higher than the advance of consolidated operating expenses

3Q 2022 vs 2Q 2022: decrease of 63% directly influenced by the trading segment operating income.

Net financial income, BVB standalone* in 3Q 2022: 78% increase up to the value of RON 0.69 mn following unrealized income from exchange rate differences, determined by the appreciation of the USD against RON in the third quarter of 2022.

3Q 2022 vs 2Q 2022: 69% decrease, as in the second quarter was recognized the dividend income from the Central Depository in amount of RON 1.53 mn.

Consolidated net financial income increases to RON 1.38 mn compared to RON 0.85 mn in 3Q 2021, influenced by unrealized income from higher exchange rate differences (impact from the increase in the RON/USD exchange rate) on the trading segment, as well as increasing interest income.

Net profit, BVB standalone * in 3Q 2022: RON 1.41 mn, -28% vs 3Q 2021, being directly influenced by the evolution of the operating result.

3Q 2022 vs 2Q 2022: net profit decreases by 70%, directly influenced by the evolution of operating profit, implicitly from the reduction of optional revenues.

Net profit, Central Depository* in 3Q 2022: increases almost 3 times to the value of RON 1.26 mn vs. 3Q 2021 influenced by the positive evolution of both operational and financial results.

Net loss, CCP.RO* in the amount of RON 0.72 mn, an improved level compared to 3Q 2021 (RON 1.14 mn) influenced by the decrease in operational expenses.

* including intra-group transactions

The consolidated net profit of the BVB Group in 3Q 2022 - RON 1.95 mn, +65% vs. 3Q 2021, due to the improvement of both the operating result and the financial result.

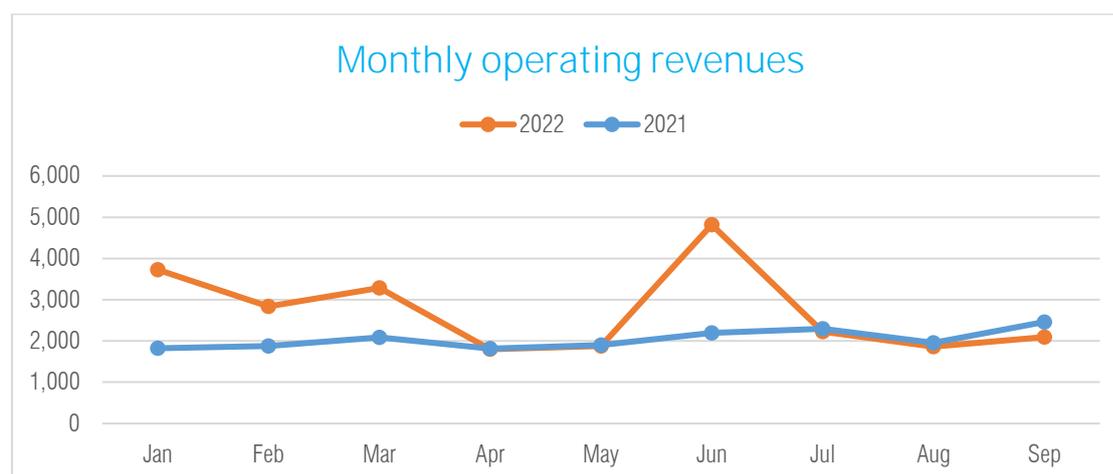
3Q 2022 vs 2Q 2022: 41% reduction, directly influenced by the evolution of the operating result.

Evolution analysis of the main standalone and Group financial indicators in the first nine months of 2022

Operating revenues standalone BVB* increase by 33% or RON 6.13 mn compared to the previous period, from RON 18.40 mn to RON 24.54 mn, generated by the 43% advance of trading revenues on the main market, mainly from public offers revenues, over 4 times, as well as from regular transactions (+16%).

Income from issuers taxes increased by 10%, following the tariffs indexation with the 2021 inflation rate, and market data revenues +11% vs 9M 2021.

Monthly operating revenues, BVB standalone, 9M 2022 vs. 9M 2021 (thousand RON)



* including intra-group transactions

Operating revenues, BVB standalone, 2022 vs 2021 (RON mn), including intra group transactions

Operating revenues	9M 2022	9M 2021	% from total 2022	Abs. Change	%
Revenues from Trading fees, out of which:	<u>17.78</u>	<u>12.40</u>	72%	5.38	43%
<i>Revenues from Regulated market</i>	11.06	9.52	45%	1.55	16%
<i>Revenues from Offers, Regulated market</i>	4.98	1.03	20%	3.95	384%
<i>Revenues from structured products</i>	0.75	0.68	3%	0.07	11%
<i>Revenues from ATS</i>	0.77	1.18	3%	- 0.42	-35%
Issuers admission & maintenance fees	3.36	3.06	14%	0.30	10%
Revenues from data vending	2.29	2.06	9%	0.23	11%
Other revenues	<u>0.73</u>	<u>0.54</u>	<u>4%</u>	<u>0.19</u>	<u>35%</u>
Total operating revenues	24.54	18.40	100%	6.13	33%

Operating revenues Central Depository (DC)* in 9M 2022: +27% or RON 3.88 mn vs RON 18.40 mn, an increase generated by the advance of income from both post-transaction and the registry segments, as a result of the increase in some tariffs, the average value of the portfolio of financial instruments and the value of settled transactions.

*Revenues related to the post-trading segment * (DC) in 9M 2022 – RON 11.45 mn, +23% compared to the previous period, result of the advance of revenues from admission and retention of participants (+15%), following the increase in the commission for maintaining the quality of participant, evolution amplified by the increase in the value of the portfolios managed by the custodians, while local settlement revenues from the BVB markets have a 46% increase compared to 9M 2021, being influenced by the values traded at the BVB. This segment represents 62% of DC's operating income.*

*Revenues related to the registry segment * (DC) in 9M 2022 – 33% increase up to RON 6.93 mn, due to the 34% advance of revenues from operations provided for issuers of financial instruments following the increase of some tariffs, including the issuers maintenance fee but also the revenues collected from the holders of financial instruments (+11%) as a result of the increase in the number of requested services, some of them one-off.*

This segment represents 37% of DC's operating income.

CCP.RO Bucharest did not record operating revenues in 9M 2022.

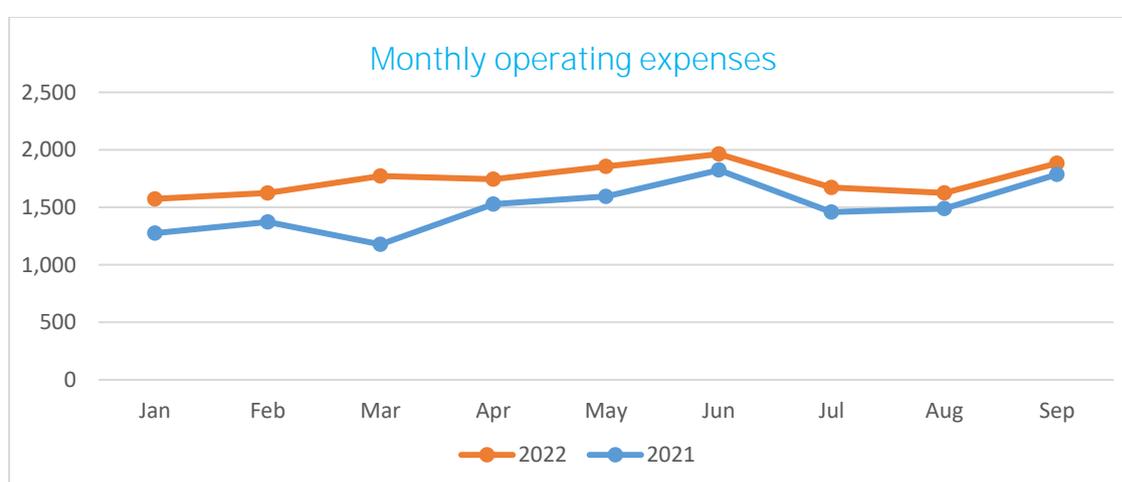
- **The consolidated operating revenues of the BVB Group** in 9M 2022, 31% increase up to the value of RON 42.69 mn (RON 32.68 mn in 9M 2021), generated, mainly, by the advance of 34% or RON 6.13 mn of the revenues from the trading segment, but also by the increases recorded in the other business segments.

* including intra-group transactions

Operating expenses, BVB standalone* increase of 16% or RON 2.21 mn compared to 9M 2021 to RON 15.71 mn, mainly influenced by:

- *The advance of personnel expenses* which increased by 20% or RON 1.39 mn up to the value of RON 8.48 mn, result of higher expenses related to Share Allocation Plan (SOP) and bonuses estimates, as in 2021 were recorded at a minimum level, the increase in average number of employees from 43 to 46 persons, and the indexation and annual adjustment of salaries according to the Remuneration Policy (April 2022).
- *The advance of other operating expenses* which increased by 19% or RON 0.80 mn, generated by the reduction of the positive impact from the reversal of receivables impairment adjustments, the advance of marketing and promotion expenses as a result of the resumption of physical events, postponed or organized online in 2021, of expenses with the higher sponsorship granted in 9M 2022, as well as the increase in administrative expenses, negative impact generated by the increase in inflation.

BVB Standalone monthly operating expenses, 9M 2022 vs 9M 2021 (thousand RON)



Operating expenses BVB Individual, 2022 vs 2021 (mn RON)

Operating expenses	9M 2022	9M 2021	Abs. Var.	Var %
Personnel expenses and Director's fees	8.48	7.09	1.39	20%
Services provided by third parties, out of which:	2.26	2.23	0.03	1%
Commissions and fees (legal, audit)	0.49	0.48	0.02	3%
Third party services-on events and promotion	1.20	0.77	0.43	56%
Third party services-business development projects	0.56	0.98	-0.42	-43%
Other operating expenses, out of which:	4.98	4.18	0.79	19%
Amortization and depreciation of fixed assets and right of use assets	0.69	0.58	0.12	21%
Consumables and stationery expenses	1.65	1.49	0.17	11%
Marketing, protocol and travel expenses	0.96	0.82	0.14	17%
IT maintenance expenses	0.55	0.50	0.05	10%
Receivables adjustments	-0.03	-0.19	0.16	-85%
Sponsorship expenses	<u>0.22</u>	<u>0.07</u>	<u>0.15</u>	<u>231%</u>
Total Operating expenses	15.71	13.50	2.21	16%

* including intra-group transactions

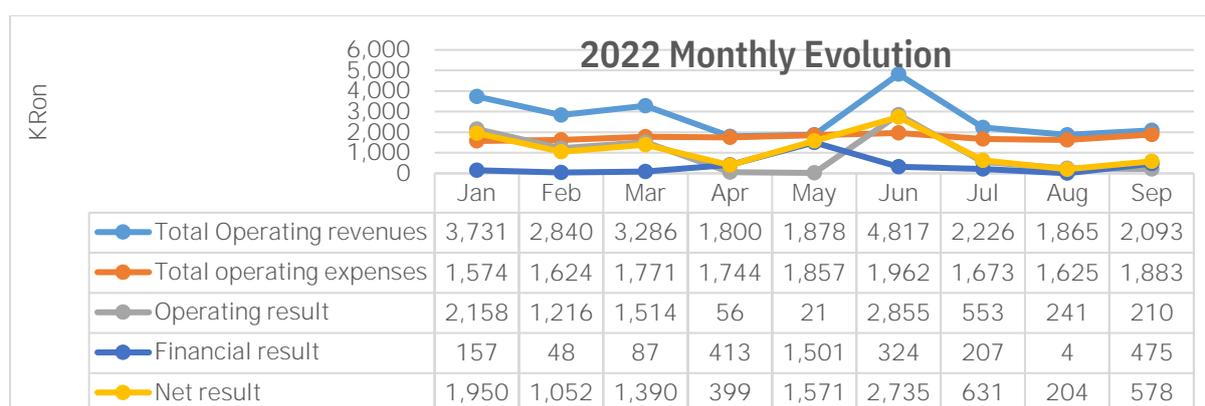
Operating expenses, Central Depository (DC)* in 9M 2022, +18% or RON 2.25 mn compared to 9M 2021, up to the value of RON 14.71 mn, an increase generated by the 20% advance of personnel expenses from the impact of the alignment the company to the Group's accounting policies, in the sense of the monthly recognition of bonus estimates and the monthly reversal of the expenses for unused vacation days from previous years, as well as the indexation and annual adjustment of salaries according to the Remuneration Policy.

Operating expenses, CCP.RO* in 9M 2022 – RON 3.38 mn, compared to RON 5.30 mn in 9M 2021, a decrease of 36% or RON 1.92 mn determined by lower consulting expenses related to Central Counterparty authorization, a component of the consulting contract met the criteria for capitalization as an intangible asset.

- **Consolidated operating expenses** – RON 33.54 mn in 9M 2022, + 8% or RON 2.54 mn, influenced by:
- 19% increase, respectively RON 2.95 mn up to the value of RON 18.84 mn of consolidated personnel expenses, influenced by the increase in the number of employees (in the case of BVB and CCP.RO) by the annual application of the Policy of remuneration - indexation and adjustment at market level - (in the case of BVB and DC), of the impact of annual performance bonuses (DC), but also due to a one-off event caused by the alignment of the Central Depository to Group accounting policies (impact +0.33 mn).
 - 27% decrease in expenses with third party services from RON 5.98 mn to RON 4.36 mn, result of the reduction of consulting services recorded by CCP.RO
 - 13% advance or RON 1.21 mn of other operating expenses up to the value of RON 10.34 mn following the increase in amortization expenses related to intangible and tangible assets, marketing and promotion expenses, expenses IT, as well as administrative expenses, negative impact of rising inflation.

Operating profit, BVB standalone * - 9M 2022, RON 8.82 mn, +80% compared to 9M 2021 (RON 4.90 mn), with an improved operating margin of 36% from 27%, directly influenced by the evolution operating income

Monthly evolution, BVB standalone 9M 2022 (thousand RON)



Operating profit, Central Depository * in 9M 2022 of RON 3.69 mn, +50% compared to 9M 2021, with an operating margin of 20%, result of the increase in operating income higher than the advance of operating expenses.

Operating loss of CCP.RO * in 9M 2022 of RON 3.38 mn, decrease of 36% compared to 9M 2021, a similar evolution to that of operating expenses considering that the company does not record operational income.

* Including intra-group transactions

- **Consolidated operating profit** in 9M 2022 is RON 9.14 mn, significant increase of more than 4 times or RON 7.47 mn compared to the previous period, mainly generated by the advance of consolidated operating income in all Group's active segments.
- **Net financial income, BVB standalone*** in 9M 2022 of RON 3.22 mn, increase of 88% compared to 9M 2021 (RON 1.71 mn), mainly generated by the recognition of dividend income from the Central Depository related to the year 2021, in amount of RON 1.53 mn. Positive impact also from unrealized income from exchange rate differences result of the significant increase in the RON/USD exchange rate during 2022.

Dividends revenues from the Central Depository were eliminated during consolidation process, therefore they are not included in the consolidated financial income for the 9M 2022.

Net financial income, Central Depository (DC) * in 9M 2022 - 3 times increase up to the value of RON 0.90 mn generated by the higher interest income realized, result of the increase in interest on financial investments.

Net financial income, CCP.RO in 9M 2022 decrease of 50% to the value of RON 0.76 mn compared to RON 1.51 mn in 9M 2021 due to the appreciation of RON vs. EUR, adverse impact on the value of investments denominated in EUR.

- **Consolidated net financial income** in 9M 2022 increased by 14% compared to 9L 2021, from RON 2.95 mn to RON 3.35 mn.

Net profit, BVB standalone * in 9M 2022 of RON 10.51 mn, +90% or RON 4.98 mn (RON 5.53 mn in 9M 2021), with a net margin of 43%, increasing from 30% in 9M 2021, directly influenced by both the evolution of the operational result and the financial result.

Net profit, Central Depository (DC) * - RON 3.93 mn, +92% compared to the previous period (9M 2021: RON 2.05 mn), as a result of the positive impact generated by the evolution of both, operating and the financial profit.

Net loss, CCP.RO * in 9M 2022 in amount of RON 2.20 mn, an improved result compared to the previous period (9M 2021: RON 3.18 mn) influenced by the evolution of the operating loss.

Consolidated net profit of the BVB Group – in 9M 2022 stands at RON 10.72 mn, +180% vs. 9M 2021, (RON 3.83 mn), being directly influenced by the positive evolution of the operating result.

* includes intra-group transactions

Review of BVB standalone financial position at the end of the first nine months of 2022

Total assets as of September 30, 2022, in the amount of RON 119.66 mn, 2% increase compared to December 2021 (December 31, 2021 – RON 117.72 mn).

Fixed assets, - 2% decrease compared to the beginning of the year, from RON 96.78 mn to RON 95.24 mn, mainly due to the reclass of financial instruments with a maturity of less than one year into current assets.

Current assets, +17% or RON 3.48 mn compared to the beginning of the year, from RON 20.94 mn to RON 24.41 mn, due to the increase in the value of financial instruments with a maturity of less than one year, as well as bank deposits.

Total liabilities are in amount of RON 8.44 mn, a decrease of 6% compared to the value as of December 31, 2021 (8.97 mn), mainly due to the reduction of trade payables and other payables, in this case, the estimates reversal related to unused vacation days of the previous year.

Equity, slight increase of 2% compared to December 31, 2021, up to the value of RON 111.22 mn, influenced by the advance of the current result.

Review of the consolidated financial position as of the end of the first nine months of 2022

Total assets as of 30 September 2022, +1% compared to December 2021, in amount of RON 191.97 mn, consisting of:

Fixed assets in amount of RON 71.69 mn, +3% compared to the beginning of the year.

Current assets in the amount of RON 118.63 mn. similar level compared to the beginning of the year.

The total liabilities of the Group are mainly short-term, as of RON 44.66 mn, +1% compared to the value as of December 31, 2021 (44.24 mn), mainly influenced by the increase of trade payables at Group level, as a result of the accruals made at the end of the third quarter.

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 21.24 mn, and 7% represent guarantee, compensation and margin funds for the settlement of transactions, in amount of RON 2.98 mn.

Equity of RON 147.31 mn, a similar level compared to the beginning of the year.

Condensed standalone and consolidated interim financial statements as at and for the nine months period ended 30 September 2022

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	
	Nine months period ended			
	30 Sep. 2022	30 Sep. 2021	30 Sep. 2022	30 Sep. 2021
	Unaudited	Unaudited	Unaudited	Unaudited
Revenues from services	24,096,072	18,190,384	42,082,153	32,415,414
Other revenues	<u>441,194</u>	<u>213,164</u>	<u>604,317</u>	<u>261,032</u>
Operating revenue	24,537,266	18,403,548	42,686,470	32,676,446
Personnel expenses and Directors' fees	(8,480,205)	(7,090,608)	(18,839,440)	(15,890,310)
Third- party services expenses	(2,257,442)	(2,230,407)	(4,362,679)	(5,977,943)
Other operating expenses	<u>(4,975,170)</u>	<u>(4,182,017)</u>	<u>(10,342,877)</u>	<u>(9,136,215)</u>
Operating profit	<u>8,824,449</u>	<u>4,900,516</u>	<u>9,141,474</u>	<u>1,671,978</u>
Net financial revenues/(expenses)	3,216,397	1,710,599	3,346,891	2,946,450
Profit before tax	<u>12,040,846</u>	<u>6,611,115</u>	<u>12,488,365</u>	<u>4,618,428</u>
Corporate income tax expense	<u>(1,528,971)</u>	<u>(1,084,038)</u>	<u>(1,772,255)</u>	<u>(792,861)</u>
Profit from continuing operations				
Profit from discontinued operations				
Profit for the period	<u>10,511,875</u>	<u>5,527,077</u>	<u>10,716,110</u>	<u>3,825,567</u>
Profit attributable to:				
Non-controlling interests	-	-	328,650	(651,293)
Owners of the Company	<u>10,511,875</u>	<u>5,527,077</u>	10,387,460	<u>4,476,860</u>
Profit for the period	<u>10,511,875</u>	<u>5,527,077</u>	<u>10,716,110</u>	<u>3,825,567</u>
Earnings per share				
Earnings per share – base/diluted (RON)	1.3059	0.6867	1.2905	0.5562

The notes on pages 27 to 35 are an integral part of these condensed consolidated financial statements.

CEO,
Adrian Tănase

CFO,
Virgil Adrian Stroia

	BVB standalone		BVB Group	
	Three months period ended			
	30 Sep. 2022	30 Sep. 2021	30 Sep. 2022	30 Sep. 2021
	Unaudited	Unaudited	Unaudited	Unaudited
Revenues from services	6,033,952	6,592,078	12,052,948	11,623,302
Other revenues	<u>152,293</u>	<u>116,372</u>	<u>163,285</u>	<u>126,302</u>
Operating revenue	6,186,245	6,708,450	12,216,234	11,749,604
Personnel expenses and Directors' fees	(2,878,963)	(2,420,638)	(6,313,141)	(5,894,664)
Third- party services expenses	(941,414)	(773,557)	(1,463,798)	(2,041,269)
Other operating expenses	(1,725,069)	(1,538,362)	(3,509,810)	(3,260,083)
Operating profit	<u>1,004,881</u>	<u>1,975,893</u>	<u>929,485</u>	<u>553,588</u>
Net financial revenues/(expenses)	686,646	384,700	1,384,271	854,837
Profit before tax	<u>1,691,527</u>	<u>2,360,593</u>	<u>2,313,756</u>	<u>1,408,425</u>
Corporate income tax expense	(276,925)	(407,441)	(360,082)	(221,892)
Profit from continuing operations	1,414,602	1,953,152	1,953,674	1,118,956
Profit from discontinued operations	-	-	-	67,577
Profit for the period	<u>1,414,602</u>	<u>1,953,152</u>	<u>1,953,674</u>	<u>1,186,533</u>
Profit attributable to:				
Non-controlling interests	-	-	98,009	(362,100)
Owners of the Company	<u>1,414,602</u>	1,953,152	1,855,664	<u>1,548,633</u>
Profit for the period	<u>1,414,602</u>	<u>1,953,152</u>	<u>1,953,674</u>	<u>1,186,533</u>
Earnings per share				
Earnings per share – base/diluted (RON)	0.1757	0.2427	0.2305	0.1924

The notes on pages 27 to 35 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	
	30 Sep. 2022	31 Dec. 2021	30 Sep. 2022	31 Dec. 2021
	Unaudited	Audited	Unaudited	Audited
Non-current assets				
Tangible assets	5,441,696	5,170,026	9,122,263	7,665,725
Intangible assets	1,053,357	1,096,889	3,183,922	3,684,671
Right-of-use assets	3,212,984	3,481,098	5,373,794	6,406,691
Deferred tax receivables	-	-	1,764,351	1,343,385
Financial assets at amortized cost	17,792,516	19,291,177	53,244,519	51,663,280
Investments in associated entities	<u>67,743,735</u>	<u>67,743,735</u>	-	-
Total Non-current assets	<u>95,244,288</u>	<u>96,782,925</u>	<u>72,688,849</u>	<u>70,763,752</u>
Current assets				
Trade and other receivables	3,355,962	2,863,407	8,301,964	7,318,472
Prepayments	520,812	637,781	939,448	847,220
Bank deposits	4,574,688	3,191,526	37,970,715	14,203,018
Restricted bank deposits covering the guarantee fund and the margin	-	-	2,987,437	3,005,471
Other financial assets at amortized cost	13,430,878	11,089,859	36,623,110	39,594,235
Cash and cash equivalents	2,531,521	3,149,786	11,216,211	32,746,712
Other restricted assets at amortized cost	-	-	21,244,803	<u>21,085,052</u>
Total current assets	<u>24,413,861</u>	<u>20,932,359</u>	<u>119,277,688</u>	<u>118,800,180</u>
Total assets	<u>119,658,149</u>	<u>117,715,284</u>	<u>191,966,537</u>	<u>189,563,932</u>
Equity				
Share capital	80,492,460	80,492,460	80,492,460	80,492,460
Treasury shares and Share-base benefits	(277,545)	110,096	(277,545)	110,096
Share premiums	6,303,263	6,303,263	6,297,386	6,297,386
Legal reserve	10,762,722	10,160,680	12,908,829	12,076,959
Revaluation reserve	1,748,513	1,748,513	3,385,355	3,385,355
Retained earnings	<u>12,187,128</u>	<u>9,933,606</u>	<u>5,696,295</u>	<u>3,796,969</u>
Total shareholders' equity attributable to the owners of the Company	<u>111,216,541</u>	<u>108,748,618</u>	<u>108,502,780</u>	<u>106,159,225</u>
Non-controlling interests	-	-	38,807,696	39,166,249
Total shareholders' equity	<u>111,216,541</u>	<u>108,748,618</u>	<u>147,310,476</u>	<u>145,325,474</u>

Condensed standalone and consolidated statement of financial position (continued)

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		BVB Group	
	30 Sep. 2022	31 Dec. 2021	30 Sep. 2022	31 Dec. 2021
	Unaudited	Audited	Unaudited	Audited
Liabilities				
Operating lease liabilities	<u>2,417,126</u>	<u>2,753,360</u>	<u>3,504,278</u>	<u>4,677,633</u>
Total non-current liabilities	<u>2,417,126</u>	<u>2,753,360</u>	<u>3,504,278</u>	<u>4,677,633</u>
Trade and other payables	2,941,812	3,565,633	32,880,370	32,079,437
Deferred income	1,856,543	1,381,369	1,897,960	1,401,234
Operating lease liabilities	949,203	853,734	2,216,630	2,084,773
Current corporate income tax payables	276,925	412,570	499,736	552,480
Provisions	-	-	673,019	542,519
Guarantee and clearing funds and settlement operation margin	-	-	2,984,068	2,900,382
Total current liabilities	<u>6,024,482</u>	<u>6,213,306</u>	<u>41,151,783</u>	<u>39,560,825</u>
Total liabilities	<u>8,441,608</u>	<u>8,966,666</u>	<u>44,656,061</u>	<u>44,238,458</u>
Total liabilities and equity	<u>119,658,149</u>	<u>117,715,284</u>	<u>191,966,537</u>	<u>189,563,932</u>

The notes on pages 27 to 35 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 attributable to Non-controlling shareholders	Non-controlling interests	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>	=	<u>108,748,618</u>
Comprehensive income for the year									
Profit or loss	-	-	-	10,511,875	-	-	10,511,875	-	10,511,875
Other items of comprehensive income									
Legal reserve increase	-	-	-	(602,042)	=	602,042	-	-	-
Total other items of comprehensive income	=	=	=	<u>(602,042)</u>	=	<u>602,042</u>	-	-	-
Total comprehensive income for the year	-	-	-	<u>9,909,833</u>	-	<u>602,042</u>	<u>10,511,875</u>	=	<u>10,511,875</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	-	-	712,286	-	-	-	712,286	-	712,286
	-	-	-	-	-	-	-	-	-
Losses as effect of granting shares for free within SOP	-	-	(25,757)	25,757	-	-	-	-	-
Dividend paid to BVB shareholders	=	=	-	(7,682,067)	=	=	(7,682,067)	=	(7,682,067)
Total contributions by and distributions to owners of the Company	-	-	<u>(387,641)</u>	<u>(7,656,310)</u>	-	-	<u>(8,043,951)</u>	-	<u>(8,043,951)</u>
Total transactions with owners	-	-	(387,641)	(7,656,310)	-	-	(8,043,951)	-	(8,043,951)
Balance as at 30 September 2022	<u>80,492,460</u>	<u>6,303,263</u>	<u>(277,545)</u>	<u>12,187,128</u>	<u>1,748,513</u>	<u>10,762,722</u>	<u>111,216,541</u>	=	<u>111,216,541</u>

Condensed standalone statement of changes in equity (continue)

All amounts are indicated in RON, unless otherwise stated

Audited	Share capital	Share premiums	Treasury shares and Share-base benefits	Retained earnings	Revaluation reserve	Legal reserve	Total attributable to shareholders	Non-controlling interests	Total shareholders' equity
Balance as at 1 January 2021	<u>80,492,460</u>	<u>6,303,263</u>	<u>(246,950)</u>	<u>10,706,592</u>	<u>1,748,513</u>	<u>9,675,522</u>	<u>108,679,400</u>	=	<u>108,679,400</u>
Comprehensive income for the year									
Profit or loss	-	-	-	8,206,560	-	-	8,206,560	-	8,206,560
Other items of comprehensive income									
Legal reserve increase	-	-	-	(485,158)	-	485,158	-	-	-
Total other items of comprehensive income	=	=	=	<u>(485,158)</u>	=	<u>485,158</u>	-	-	-
Total comprehensive income for the year	-	-	-	<u>7,721,402</u>	=	<u>485,158</u>	<u>8,206,560</u>	=	<u>8,206,560</u>
Contributions by and distributions to owners of the Company									
Acquisition of treasury shares	-	-	-	-	-	-	-	-	-
Benefits granted to employees settled in shares	-	-	436,647	-	-	-	436,647	-	436,647
Losses as effect of granting shares for free within SOP	-	-	(79,602)	79,602	-	-	-	-	-
Dividend paid to BVB shareholders	=	=	-	<u>(8,573,989)</u>	=	=	<u>(8,573,989)</u>	=	<u>(8,573,989)</u>
Total contributions by and distributions to owners of the Company	-	-	<u>357,046</u>	<u>(8,494,388)</u>	-	-	<u>(8,137,342)</u>	-	<u>(8,137,342)</u>
Total transactions with owners	-	-	<u>357,046</u>	<u>(8,494,388)</u>	-	-	<u>(8,137,342)</u>	-	<u>(8,137,342)</u>
Balance as at 31 December 2021	<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>	=	<u>108,748,618</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 Share-base premiums	Share-base benefits				attributable to shareholders	Non-controlling interests	
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	-	-	-	10,387,460	-	-	10,387,460	328,650	10,716,110
Other items of comprehensive income									
Legal reserve increase	-	-	-	(831,870)	-	831,870	-	-	-
Total other items of comprehensive income	=	=	=	<u>(831,870)</u>	=	<u>831,870</u>	=	=	=
Total comprehensive income for the year	-	-	-	<u>9,555,590</u>	-	<u>831,870</u>	<u>10,387,460</u>	<u>328,650</u>	<u>10,716,110</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	-	-	712,286	-	-	-	712,286	-	712,286
Losses/gains as effect of granting shares for free within SOP	-	-	(25,757)	25,757	-	-	-	-	-
Dividend paid to BVB shareholders	=	=	0	(7,682,022)	-	-	(7,682,021)	-	(7,682,021)
Total contributions by and distributions to owners of the Company	-	=	<u>(387,641)</u>	<u>(7,656,265)</u>	=	=	<u>(8,043,905)</u>	=	<u>(8,043,905)</u>
Dividend paid to minority shareholders	-	-	-	-	-	-	-	(687,202)	(687,202)
Total changes in interests in subsidiaries	-	=	=	=	=	=	=	<u>(687,202)</u>	<u>(687,202)</u>
Total transactions with owners	=	=	<u>(387,641)</u>	<u>(7,656,265)</u>	=	=	<u>(8,043,905)</u>	<u>(687,202)</u>	<u>(8,731,107)</u>
Balance as at 30 September 2022	<u>80,492,460</u>	<u>6,297,386</u>	<u>(277,545)</u>	<u>5,696,295</u>	<u>3,385,355</u>	<u>12,908,829</u>	<u>108,502,780</u>	<u>38,807,696</u>	<u>147,310,476</u>

Condensed consolidated statement of changes in equity (continued)

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 Share-base premiums	Share-base benefits				attributable to Non-controlling shareholders	interests	
Balance as at 1 January 2021	<u>80,492,460</u>	<u>6,297,386</u>	<u>(246,950)</u>	<u>6,584,133</u>	<u>3,385,355</u>	<u>11,519,745</u>	<u>108,038,004</u>	<u>40,816,355</u>	<u>148,854,359</u>
Comprehensive income for the year									
Profit or loss	-	-	-	6,463,671	-	-	6,463,671	(1,171,547)	5,292,124
Other items of comprehensive income									
Legal reserve increase	-	-	-	(626,084)	-	626,084	-	-	-
Total other items of comprehensive income	-	-	-	<u>(626,084)</u>	-	<u>626,084</u>	-	-	-
Total comprehensive income for the year	-	-	-	<u>5,837,587</u>	-	<u>626,084</u>	<u>6,463,671</u>	<u>(1,171,547)</u>	<u>5,292,124</u>
Contributions by and distributions to owners of the Company									
Acquisition of treasury shares	-	-	-	-	-	-	-	-	-
Benefits granted to employees settled in shares	-	-	436,647	-	-	-	436,647	-	436,647
Losses as effect of granting shares for free within SOP	-	-	(79,601)	79,601	-	-	-	-	-
Dividend paid to BVB shareholders	-	-	-	(8,573,989)	-	-	(8,573,989)	-	(8,573,989)
Increase/decrease in subsidiaries	-	<u>(5,877)</u>	-	<u>(130,362)</u>	-	<u>(68,870)</u>	<u>(205,109)</u>	<u>(48,426)</u>	<u>(253,535)</u>
Total contributions by and distributions to owners of the Company	-	<u>(5,877)</u>	<u>357,046</u>	<u>(8,624,750)</u>	-	<u>(68,870)</u>	<u>(8,342,451)</u>	<u>(48,426)</u>	<u>(8,390,876)</u>
Dividend paid to minority shareholders	-	-	-	-	-	-	-	(258,044)	(258,044)
Decrease in non-controlling interests	-	-	-	-	-	-	-	(172,089)	(172,089)
Total changes in interests in subsidiaries	-	-	-	-	-	-	-	<u>(430,134)</u>	<u>(430,134)</u>
Total transactions with owners	-	<u>(5,877)</u>	<u>357,046</u>	<u>(8,624,748)</u>	-	<u>(68,870)</u>	<u>(8,342,451)</u>	<u>(478,560)</u>	<u>(8,821,010)</u>
Balance as at 31 December 2021	<u>80,492,460</u>	<u>6,297,386</u>	<u>110,096</u>	<u>3,796,969</u>	<u>3,385,355</u>	<u>12,076,959</u>	<u>106,159,225</u>	<u>39,166,249</u>	<u>145,325,474</u>

Condensed individual and consolidated statement of cash flows

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		Group	
	Nine months period ended			
	30 Sep. 2022 Unaudited	30 Sep. 2021 Unaudited	30 Sep. 2022 Unaudited	30 Sep. 2021 Unaudited
Fluxuri de trezorerie din activități de exploatare				
Profit for the year	10,511,875	5,527,077	10,716,110	3,825,567
Adjustments to remove non-cash items and reclassifications:				
Depreciation of fixed assets	1,650,849	1,485,646	4,022,780	3,745,631
Net interest income	(822,899)	(709,299)	(2,546,749)	(1,885,445)
Dividends income	(1,532,490)	(575,453)	-	-
Loss from impairment of uncollected receivables	4,000	-	98,344	83,659
Net expenses/(revenue) with receivables adjustment	(27,344)	(188,517)	(78,284)	(260,027)
Provisions for litigations	-	-	130,500	-
Corporate income tax expense – reclassification	1,528,971	1,084,038	1,772,254	792,861
Income from the production of intangible assets	-	-	-	-
(Revenues)/Expenses with Expected credit losses IFRS 9	4,979	(22,693)	20,419	(33,809)
Expense with employees' benefits settled in shares	<u>712,286</u>	<u>283,720</u>	<u>712,286</u>	<u>283,720</u>
Cash flows used in operating activities	12,030,226	6,884,519	14,847,659	6,552,156
Change in trade and other receivables	(469,211)	(264,581)	(1,340,256)	4,178,652
Change in prepayments	116,969	17,656	(92,227)	(139,076)
Change in trade and other payables, including amounts due for dividends payment to clients	(612,697)	168,605	939,374	(1,770,870)
Change in deferred income	475,173	431,132	496,727	353,750
Changes in guarantee and clearing funds and the margin	-	-	83,687	17,036
Corporate income tax paid	<u>(1,664,616)</u>	<u>(742,574)</u>	<u>(2,245,964)</u>	<u>(1,006,999)</u>
Net cash from operating activities	9,875,845	6,494,756	12,688,999	8,184,649
Cash flows from investing activities				
Interest received	1,345,944	1,460,058	2,553,986	3,208,878
Interest received from assets covering the guarantee and clearing funds and margin	-	-	-	-
Dividends received	1,532,490	-	-	-
(Payments) for acquisitions of financial assets	(12,922,363)	5,436,742)	(26,815,124)	(46,477,491)
Proceeds from sales/maturation of financial assets	11,551,982	7,018,585	28,227,056	73,614,653
Change in bank deposits balance	(1,383,162)	727,299	(23,743,663)	(20,673,950)
Acquisition of tangible and intangible assets	(1,175,884)	(544,550)	(3,357,080)	(1,044,099)
Change in held for sale assets	-	<u>215,040</u>	-	<u>215,040</u>
Net cash from investing activities	(1,050,994)	3,439,691	(23,134,825)	8,843,030

Condensed consolidated statement of cash flows (continued)

All amounts are indicated in RON, unless otherwise stated

	BVB standalone		Group	
	Nine months period ended			
	30 Sep. 2022	30 Sep. 2021	30 Sep. 2022	30 Sep. 2021
	Unaudited	Unaudited	Unaudited	Unaudited
Cash flows from financing activities				
Dividends paid shareholders of the parent	(7,693,192)	(8,514,003)	(7,693,192)	(8,514,003)
Dividends paid to the minority interests	-	-	(684,222)	-
Principal elements of operating lease payments, including interests	(675,754)	(559,612)	(1,630,090)	(1,405,866)
Acquisition of treasury shares	(1,074,170)	-	(1,074,170)	-
Net cash used in financing activities	(9,443,116)	(9,073,615)	(11,084,674)	(9,919,869)
Net increase / (decrease) in cash and cash equivalents	(618,265)	860,832	(21,530,501)	7,107,810
Cash and cash equivalents 1 January	<u>3,149,786</u>	<u>2,151,776</u>	<u>32,746,712</u>	<u>6,373,194</u>
Cash and cash equivalents September 30	2,531,521	3,012,608	11,216,211	13,481,004

The notes on pages 27 to 35 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)

ROBVBAACNORO (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 June 2022, 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), 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.

As of September 19, 2022, BVB shares have been included in the FTSE Russell Emerging Markets Indices (FTSE Global Micro Cap).

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, 59.52% 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.

The consolidated financial statements of BVB for the six months period ended 30 September 2022 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 six months period ended 30 September 2022 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 2021, 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 2021.

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, income 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 2021.

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 2021.

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 2021.

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)
- Services of the FCI and other services - related to the investors compensation scheme and other services.

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 nine months of 2022 are shown below, by segment:

9M 2022	Trading services	Post-trading services	Registry services	CCP.RO	Group
Revenues from clients outside the Group	24,297,266	11,455,211	6,933,993	-	42,686,470
Revenues from intra-group transactions*	240,000	7,431	5,703	-	253,134
Operating expenses	(15,699,683)	(8,935,309)	(5,532,724)	(3,377,280)	(33,544,996)
- out of which Personnel expenses and Director's fees	(8,480,205)	(5,029,445)	(3,165,412)	(2,164,379)	(18,839,440)
Operating profit	<u>7,659,568</u>	<u>1,836,836</u>	<u>931,060</u>	<u>(2,215,473)</u>	<u>8,211,990</u>
Net financial income /(expenses)	1,683,907	552,823	349,648	760,513	3,346,891
Profit before tax	10,281,491	3,072,724	1,750,917	(2,616,767)	12,488,365
Corporate income tax	(1,528,971)	(425,694)	(238,557)	420,967	(1,772,255)
Net profit	<u>8,752,520</u>	<u>2,647,030</u>	<u>1,512,360</u>	<u>(2,195,800)</u>	<u>10,716,110</u>

* eliminated on consolidation

The Group's revenues, expenses and operating profit for the first nine months of 2021 are shown below, by segment:

9M 2021	Trading services	Post-trading services	Registry services	CCP.RO	Group
Revenues from clients outside the Group	18.163.547	9.304.331	5.208.568	-	32.676.447
Revenues from intra-group transactions*	240.000	9.813	3.181	-	252.994
Operating expenses	(13.490.038)	(7.893.232)	(4.322.240)	(5.298.959)	(31.004.469)
out of which Personnel expenses and Director's fees	(7.090.608)	(4.398.913)	(2.422.182)	(1.978.607)	(15.890.310)
Operating profit	<u>4.673.509</u>	<u>1.411.099</u>	<u>886.328</u>	<u>(5.298.959)</u>	<u>1.671.977</u>
Net financial income /(expenses)	1.135.146	205.219	94.790	1.511.294	2.946.450
Pre-tax profit	5.808.655	1.616.318	981.118	(3.787.664)	4.618.427
Corporate income tax	(1.084.038)	(200.398)	(116.830)	608.406	(792.861)
Net profit	<u>4.724.617</u>	<u>1.415.920</u>	<u>864.288</u>	<u>(3.179.258)</u>	<u>3.825.567</u>

* eliminated on consolidation

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

Q3 2022	Trading services	Post-trading services	Registry services	CCP.RO	Group
Assets	51,850,78	26,069,168	38,556,808	75,489,775	191,966,537
Liabilities	8,441,608	5,676,607	25,001,367	5,536,477	44,656,061
Capital expenditures	1,182,244	886,959	529,154	765,083	3,363,439

Q4 2021	Trading services	Post-trading services	Registry services	CCP.RO and FCI	Group
Assets	49,907,889	27,879,622	34,222,810	77,553,612	189,563,932
Liabilities	8,966,665	5,972,612	23,894,667	5,404,515	44,238,458
Capital expenditures	1,437,181	434,587	230,609	133,866	2,236,243

7. Operating expenses

The operating expenses include the following:

7.1 Personnel expenses and Director's fees

	9M 2022	9M 2021
Personnel expenses and Director's fees, including contributions and taxes	17,930,161	15,557,090
Estimated expenses for personnel and Director's (SOP & bonuses)	<u>909,279</u>	<u>333,220</u>
Total	<u>18,839,440</u>	<u>15,890,310</u>

7.2 Services provided by third parties

	9M 2022	9M 2021
Business consulting services	344,900	2,580,584
Financial, IT and internal audit services	466,259	348,906
Commissions & fees (legal, contributions, etc.)	470,567	421,797
Promotion activities of BVB Group	371,501	616,171
Services provided by third parties for business development	560,060	407,611
Other services provided by third parties for business purposes	<u>2,149,392</u>	<u>1,602,875</u>
Total	<u>4,362,679</u>	<u>5,977,943</u>

Within the category of expenditures "Business consultancy services", are included the expenditures related to the CCP Project. Their decrease compared to the previous period is due to the fact that a component of the consulting contract meets the capitalization conditions to be classified in the category of intangible assets.

7.3 Other operating expenses

	9M 2022	9M 2021
Office utilities and other rent	1,244,500	1,050,297
Tangible asset depreciation	1,213,420	1,115,140
Intangible asset amortization	1,187,870	1,069,694
Right of use assets depreciation	1,621,490	1,560,797
Costs related to FSA fees and other taxes	1,096,681	1,076,112
Consumables	235,803	220,290
IT maintenance and service	1,710,157	1,595,258
Insurance for professional equipment, etc.	241,825	238,677
Protocol	319,310	250,541
Marketing and advertising	500,511	462,963
Transport of goods and personnel	245,460	183,433
Post and telecommunications	266,945	238,287
Bank charges	62,337	52,559
Loss from non-paying customers	98,344	83,659
Expenses / (Revenue) from provisions for litigation	130,500	-
Net expenses/(income) from adjustment of receivables	(78,284)	(260,027)
Other expenses	<u>246,008</u>	<u>198,535</u>
Total	<u>10,342,877</u>	<u>9,136,215</u>

8. Financial income and financial costs

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

	9M 2022	9M 2021
Net Interest income from financial assets	2,546,749	1,885,445
(Net loss)/Net gain from exchange rate differences	1,064,694	1,281,652
Interest expense with lease contracts IFRS 16 and other financial expenses	(244,135)	(254,457)
Net expected credit losses (IFRS 9)	<u>(20,418)</u>	<u>33,810</u>
Net financial income	3,346,891	2,946,450

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 30 September 2022 is 16% (the tax rate for the year ended 31 December 2021 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 30 September 2022 is 16% (the legal tax rate for the year ended December 31, 2021 was also 16%).

9.1 Income Tax expense

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

	9M 2022	9M 2021
Current Income tax expense	2,193,222	1,401,267
Revenue from the Deferred Income tax	<u>(420,967)</u>	<u>(608,406)</u>
Total	1,772,255	792,861

10. Dividends

The General Meeting of BVB Shareholders from April 28, 2022, approved the proposal for the distribution of the statutory net profit for 2021 of the Bucharest Stock Exchange, in the amount of RON 8,206,560, as follows: the amount of RON 485,158 for the legal reserve, and the rest in the form gross dividends, Thus, the amount to be distributed in 2021 in the form of gross dividends related to 2021 is RON 7,721,402. The dividends payment date was June 22, 2022.

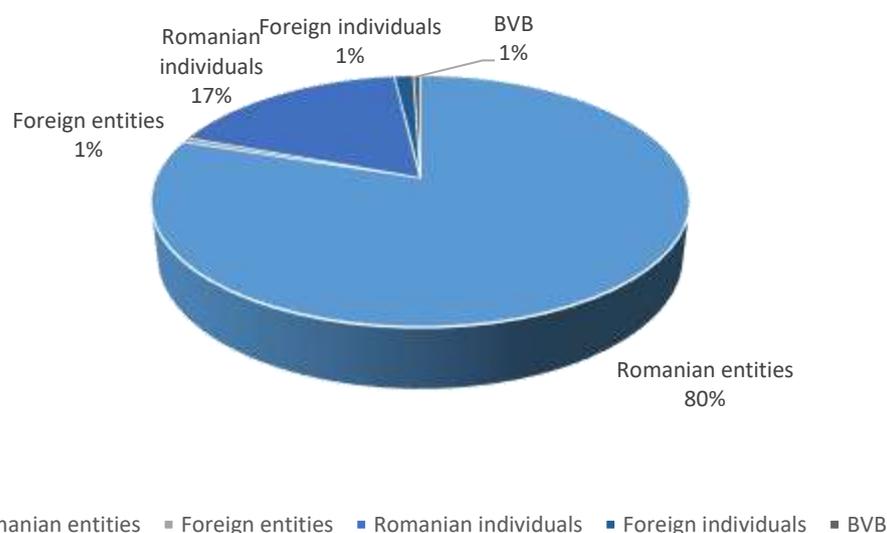
The General Assembly of the Central Depository from 26.05.2022 approved the distribution of the statutory net profit for 2021, in the amount of RON 2,360,572, as follows: the amount of RON 140,926 for the legal reserve, and the remaining RON 2,219,646 in the form of dividends. The dividends payment was made in September 2022.

11. Share capital

As of 30 September 2022, 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>6,494,614</u>	<u>80.69%</u>
Romanian	6,445,170	80.07%
Foreign	49,444	0.61%
Individuals, of which:	<u>1,514,213</u>	<u>18.81%</u>
Romanian	1,404,149	17.44%
Foreign	110,064	1.37%
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 September 30, 2022



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 30 September 2022, 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 continues to affect the economies of the two countries and results, 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. 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.

The Company's nine months report on September 30, 2022 does not include adjustments as a result of this event.

13. Subsequent events

CCP.RO has begun the process of share capital increase, based on the interest of new entities to become shareholders within CCP.RO.

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

As of 30 September 2022

Ratio	Calculation method	Value
1. Liquidity ¹⁾	Current assets / Current liabilities	2.90
2. Gearing ²⁾	Borrowed capital / Total equity x 100	0.02
3. Receivable turnover ³⁾	Average receivables / Turnover x 270	49
4. Asset turnover	Turnover / Non-current assets ⁴⁾	0.59

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

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