INDEPENDENT AUDITOR'S REPORT

For,

Shareholders of FORMA S.A.
Audit Report Individual Financial Statements

Opinion with reservations

1. I have audited the accompanying individual financial statements of FORMA S.A. ("Societatea"), headquartered in Boto ~ ani, Str. Calea Naponala, Nr. 3, identified by the unique fiscal registration code 611977, which includes the Balance Sheet as of December 31, 2021, the Profit and Loss Account for the financial year ended on that date, as well as a summary of significant singing policies and explanatory notes.

2. The individual financial statements as of December 31, 2021, are identified as follows:

♦ Total equity: 806,879.00 lei

♦ Net profit of the financial year: (233,921.00) lei

3. In our opinion, except for the possible effects on the corresponding figures of the issues mentioned in the Base Opinion with reservations, the attached individual financial statements provide a true and fair view of the Company's financial position as of December 31, 2021, as well as its financial performance and flows. of treasury for the financial year ended on this date, in accordance with the provisions of the Accounting Law no. 82/1991 republished and the Order of the Minister of Public Finance no. 1802/2014, for the approval of the Accounting Regulations compliant with the European directives with the subsequent amendments and completions.

The basis for the opinion with reservations

4. The company during the year 2021, did not realize incomes from the activities afferent to the CAEN code 2892 (Manufacture of the equipment for extraction and constructions), practically the production is non-existent, the consequence of this fact is the non-observance of the principle of business continuity. According to the provisions of point 49 (1) of the Accounting Regulations approved by OMFP no. 1802/2014 in order to fulfill the principle of business continuity, it must be presumed that the entity carries out its activity based on the business continuity principle. This principle requires the entity to continue its normal operation without going into liquidation or significant reduction in activity. As a result, our opinion on the financial statements for the financial year ended December 31, 2021, includes a reservation due to the possible effects of the recorded image, compliance with the principle of business continuity is debatable, being significantly affected.

We conducted our audit in accordance with International Standards on Auditing ("ISA") and Law no. 162/2017 ("Law") Our responsibilities under these standards are described in detail in the "Auditor's Responsibilities in an Audit of Financial Statements" section of our report. The Council for International Standards of Ethics for Accountants (IESBA code), according to the ethical requirements that are relevant for the audit of financial statements in Romania, including the Law and, we have fulfilled our ethical responsibilities according to these requirements and according to the IESBA Code. which we have obtained are sufficient and adequate to provide a basis for our opinion.

Other information - Administrators' report

5. The administrators are responsible for the preparation and presentation of other information. That other information includes the Directors' Report, but does not include the financial statements and the auditor's report thereon.

Our opinion on the financial statements does not cover this other information and, unless explicitly stated in our report, we do not express any assurance about this.

In connection with the audit of the financial statements for the financial year ended December 31, 2021, it is our responsibility to read that other information and, in doing so, to assess whether that other information is significantly inconsistent with the financial statements, or with the knowledge we have. obtained during the audit, or if they appear to be significantly distorted.

Regarding the Directors' Report, we have read and report that it has been prepared in all significant respects in accordance with the Order of the Minister of Public Finance no. 1802/2014, points 489 - 492 of the Accounting Regulations on individual annual financial statements and consolidated annual financial statements .

Based exclusively on the activities to be carried out during the audit of the financial statements, in our opinion:

a) The information presented in the Directors' Report for the financial year for which the financial statements have been prepared is consistent in all material respects with the financial statements as of December 31, 2021;

b) The report of the administrators was prepared in all significant aspects in accordance with the Order of the Minister of Public Finance no. 1802/2014, points 489 -492 of the Accounting Regulations regarding the individual annual financial statements and the consolidated annual financial statements.

In addition, based on our knowledge and understanding of the Company and its environment, acquired during the audit of the financial statements for the financial year ended December 31, 2021, we are required to report whether we have identified significant misstatements in the Directors' Report. We have nothing to report on this.

Responsibilities of management and those responsible for governance for financial statements

6. The management of the Company is responsible for the preparation of financial statements that provide a true and fair view in accordance with the Order of the Minister of Public Finance no. 1802/2014 and for that internal control that the management considers necessary to allow the preparation of financial statements without significant distortions, caused either by fraud or error.

7. In preparing the financial statements, management is responsible for assessing the Company's ability to continue operating, disclosing business continuity issues and using accounting based on business continuity, unless management intends to liquidate the Company. to stop the operations, or it has no other realistic alternative besides them.

8. The persons responsible for governance are responsible for overseeing the financial reporting process of the Company.

The responsibilities of the auditor and an audit of the financial statements

9. Our objectives are to obtain reasonable assurance about the extent to which the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to the issuance of an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but there is no guarantee that an audit conducted in accordance with the ISA will always detect a significant misstatement, if any. Distortions may be caused by either fraud or error and are considered significant if they can reasonably be expected to influence the economic decisions of users based on these financial statements.

10. As part of an ISA audit, we exercise professional judgment and maintain professional skepticism during the audit. Also:

• We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, we design and perform audit procedures in response to such risks and obtain sufficient and appropriate audit evidence to provide a basis for our opinion. The risk of not detecting a significant misstatement caused by fraud is higher than the risk of not detecting a significant misstatement caused by error, as fraud may involve secret agreements, misrepresentation, intentional omissions, misrepresentation and circumvention of internal control.

• We understand the internal control relevant to the audit, in order to design audit procedures appropriate to the circumstances, but without the purpose of expressing an opinion on the effectiveness of the Company's internal control.

• We evaluate the adequacy of the singing policies used and the reasonableness of the singing estimates and the related presentations of information made by the management.

• We formulate a conclusion regarding the adequacy of management's use of accounting based on business continuity and determine, based on the audit evidence obtained, whether there is significant uncertainty about events or conditions that could raise significant capacity concerns. The company to continue its activity. If we conclude that there is significant uncertainty, we should draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, change our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the Company to discontinue its business on a going concern basis.

• We evaluate the presentation, structure and content of the financial statements, including disclosures and the extent to which the financial statements reflect the underlying transactions and events, in a manner that results in a fair presentation.

11. We communicate to the persons responsible for governance, among other aspects, the planned area and timing of the audit, as well as the main findings of the audit, including any significant deficiencies in internal control that we identify during the audit.

Irina Lunca

SHORT BALANCESHEET

Code 10 at the date of 31.12.2021 - lei -

HEADING (calculation formulas refer to No. of column B)	Nr.rd. OMF nr.85/ 2022	line nr.	Balance at : 01.01.2021	31.12.2021
A		B	1	2
A. FIXED ASSETS				
I. INTANGIBLE ASSETS (ct.201+203+205+206+2071+4094 +208-280-290 - 4904)	01	01	455	0
II. TANGIBLE FIXED ASSETS (ct.211+212+213+214+215+216+217+223+224 +227+231+235+4093-281-291-2931-2935 - 4903)	02	02	1.989.788	1.990.248
III. FINANCIAL ASSETS (ct.261+262+263+265+267* - 296*)	03	03		
FIXED ASSETS - TOTAL (**rd. 01 + 02 + 03**)	04	04	1.990.243	1.990.248
B. CURRENT ASSETS				
I. STOCKS (ct.301+302+303+321+322+/-308+323+326+327+328+331+332 +341+345+346+347+/-348+351+354+356+357+358+361+/-368+371+/-378 +381+/-388+4091- 391- 392-393-394-395-396-397-398 - din ct.4428 - 4901)	05	05	212.382	183.173
II.DEBTS 1. (ct.267*-296*+4092+411+413+418+425+4282+431**+436**+437**+4382 +441**+4424+din ct.4428**+444**+445+446**+447**+4482+451**+453** +456**+4582+461+4662+473** - 491 - 495 - 496 - 4902 +5187)	06	06a (301)	21.923	30.012
2. Receivables representing dividends distributed during the financial year (ct. 463)	07	06b (302)		
TOTAL (rd. 06a+06b)	08	06	21.923	30.012
III. SHORT TERM INVESTMENTS (ct.501+505+506+507+ 508*+5113+5114-591-595-596-598)	09	07		
IV. CASH AND BANK ACCOUNTS (ct.508* + 5112+512+531+532+541+542)	10	08	34.584	
CURRENT ASSETS - TOTAL (**rd. 05 + 06 + 07 + 08**)	11	09	268.889	213.185
C. ADVANCE EXPENCES (ct. 471) (rd.11+12)	12	10		
Amounts to be resumed in a period of up to one year (ct. 471*)	13	11		
Amounts to be resumed for more than one year (ct. 471*)	14	12		
D. DEBTS: AMOUNTS TO BE PAID IN A PERIOD OF UP TO ONE YEAR (ct.161+162+166+167+168-169+269+401+403+404+405+408+419 +421+423+424+426+427+4281+431***+436***+437***+4381+441***+4423 +4428***+444***+446***+ 447***+4481+451***+453*** +455+456***+457 +4581+462+4661+473***+509+5186+519)	15	13	1.218.332	1.396.554
E. NET CURRENT ASSETS / NET CURRENT LIABILITIES (rd.09+11-13-20-23-26)	16	14	-949.443	-1.183.369
F. TOTAL ASSETS MINUS CURRENT DEBT (rd.04 +12+14)	17	15	1.040.800	806.879
G. DEBTS: AMOUNTS TO BE PAID OVER A PERIOD OF MORE THAN ONE YEAR (ct.161+162+166+167+168-169+269+401+403+404+405+408+419 +421+423+424+426+427+4281+431***+436***+437***+4381+441***+4423 +4428***+444***+446***+ 447***+4481+451***+453*** +455+456***+4581 +462+4661+473***+509+5186+519)	18	16		
H. PROVISIONS (ct. 151)	19	17		
I. INCOME IN ADVANCES (rd. 19 + 22 + 25 + 28)	20	18		
1. Investment subsidies (ct. 475), **(rd.20+21)**	21	19		
Amounts to be resumed in a period of up to one year (from ct. 475*)	22	20		
Amounts to be resumed for more than one year (from ct. 475*)	23	21		

2. INCOME REGISTERED IN ADVANCE (ct. 472) (**rd.23+24**)	24	22		

Amounts to be resumed in a period of up to one year (from ct. 472*)	25	23		
Amounts to be resumed in a period of more than one year (from ct. 472*)	26	24		
3. Advance income related to assets received by transfer from customers (ct. 478) **(rd.26+27)**	27	25		
Amounts to be resumed in a period of up to one year (from ct. 478*)	28	26		
Amounts to be resumed for more than one year (from ct. 478*)	29	27		
NEGATIVE COMMERCIAL FUNDS (ct.2075)	30	28		
J. CAPITAL AND RESERVES				
I. CAPITAL (**rd. 30+31+32+33+34**)	31	29	1.075.511	1.075.511
1. Paid subscribed capital (ct. 1012)	32	30	1.075.511	1.075.511
2. Unpaid subscribed capital (ct. 1011)	33	31		
3. The director's patrimony (ct. 1015)	34	32		
4. National heritage research and development institutes (ct. 1018)	35	33		
5. Other Element Of Equity(ct. 1031)	36	34		
II. CAPITAL PREMIUM (ct. 104)	37	35		
III. REVALUATION RESERVES (ct. 105)	38	36	2.973.184	2.973.184
IV. REZERVES (ct.106)	39	37		
Own shares (ct. 109)	40	38		
Earnings related to equity instruments (ct. 141)	41	39		
Losses related to equity instruments (ct. 149)	42	40		
V. REPORTED PROFIT OR LOSS **SOLD C** (ct.117)	43	41	0	
SOLD D (ct. 117)	44	42	2.883.218	3.007.895
VI. PROFIT OR LOSS OF THE FINANCIAL YEAR				
SOLD C (ct. 121)	45	43	0	0
SOLD D (ct. 121)	46	44	124.677	233.921
Distribution of profit (ct. 129)	47	45		
OWN CAPITAL - TOTAL (rd. 29+35+36+37-38+39-40+41-42+43-44-45)	48	46	1.040.800	806.879
Public patrimony (ct. 1016)	49	47		
Private patrimony (ct. 1017) 1)	50	48		
CAPITAL - TOTAL (rd. 46+47+48) (rd.04+09+10-13-16-17-18)	51	49	1.040.800	806.879

*) Accounts to be allocated according to the nature of the items.
**) Debt balances of those accounts.
***) Credit balances of those accounts.

1) It will be completed by the entities affected by the provisions of the Order of the Minister of Public Finance and of the Minister Delegate for Budget no. 668/2014 for the approval of the Specifications regarding the elaboration and updating of the centralized inventory of the real estate privately owned by the state and of the real rights subject to the inventory, with the subsequent modifications and completions.

ADMINISTRATOR,	**DRAFTED,**
Name and Surname	Name and Surname
VIJAY AGARWAL	MUNTEANU CORNELIU STEFAN

PROFIT AND LOSS

an the date of 31.12.2021

Code 20 - lei -

Headings (the calculation formulas refer to Nr.rd. from col.B)	Nr.rd. OMF nr.85/ 2022	line nr.	Financial Year 2020	2021
A		B	1	2
1. Net turnover (**rd. 02+03-04+06**)	01	01	828	63
- of which the net turnover corresponding to the predominant activity actually carried out	02	01a (301)		
Production sold (ct.701+702+703+704+705+706+708)	03	02	731	63
Income from sale of goods (ct. 707)	04	03	97	
Commercial discounts granted (ct. 709)	05	04		
~~Interest income recorded by entities deregistered from the General Register and which still have leasing contracts in progress (ct.766*)~~		~~05~~		
Income from operating subsidies related to net turnover (ct.7411)	06	06		
2. Revenue from the cost of production in progress (ct.711+712)				
Balance C	07	07		
Balance D	08	08		
3. Income from the production of intangible and tangible fixed assets (ct.721+ 722)	09	09		
4. Revenues from revaluation of property, plant and equipment (ct. 755)	10	10		
5. Real estate investment income (ct. 725)	11	11		
6. Revenue from operating grants (ct. 7412 + 7413 + 7414 + 7415 + 7416 + 7417 + 7419)	12	12		
7. Other operating revenues (ct.751+758+7815)	13	13	78.147	6.808
-from which, income from investment grants (ct.7584)	14	14		
-from which, Income from negative goodwill income(ct.7815)	15	15		
OPERATING INCOME – TOTAL (rd. 01+07-08+09+10+11+12+13)	16	16	78.975	6.871
8. a) Expenditure on raw materials and consumables (ct.601+602)	17	17	286	149
Other material expenses (ct.603+604+606+608)	18	18		32.166
b) Other external expenses (with Energy and water)(ct.605)	19	19	2.738	3.549
- of which, expenditure on energy consumption (ct. 6051)	20	19a (302)		
c) Expenditure on goods (ct.607)	21	20	289	
Trade discounts received (ct. 609)	22	21		
9. Staff costs (**rd. 23+24**)	23	22	44.568	44.568
a) Salaries and allowances (ct.641+642+643+644)	24	23	43.584	43.584
b) Expenditure on insurance and social protection (ct.645+646)	25	24	984	984
10.a) Value adjustments in respect of property, plant and equipment and intangible assets (**rd. 26 - 27**)	26	25		

a.1) Expences (ct.6811+6813+6817+ din ct.6818)	27	26		
a.2) Income (ct.7813 + din ct.7818)	28	27		
b) Value adjustments on current assets (r**d. 29 - 30**)	29	28		39.186
b.1) Expences (ct.654+6814 + din ct.6818)	30	29		39.186
b.2) Income (ct.754+7814 + din ct.7818)	31	30		
11. Other operating expenses (**rd. 32 la 37**)	32	31	136.811	155.865
11.1. Expenditure on external services (ct.611+612+613+614+615+621+622+623+624+625+626+627+628)	33	32	40.090	63.973
11.2. Expenses with other taxes, fees and similar charges; expenses representing transfers and contributions due on the basis of special normative acts (ct. 635 + 6586*)	34	33	43.170	68.422
11.3. Environmental protection expenditure (ct. 652)	35	34		
11.4 Expenses from revaluation of property, plant and equipment (ct. 655)	36	35		
11.5. Disaster and other similar expenses (ct. 6587)	37	36		
11.6. Other expenses (ct.651+ 6581+ 6582 + 6583 + 6584 + 6588)	38	37	53.551	23.470
~~Expenditures on refinancing interest recorded by entities deregistered from the General Register and which still have leasing contracts in progress (ct.666*)~~		~~38~~		
Adjustments regarding provisions (**rd. 40 - 41**)	39	39		-39.186
- Expenses (ct.6812)	40	40		
- Income (ct.7812)	41	41		39.186
OPERATING EXPENSES – TOTAL (rd. 17 la 20 - 21+22+25+28+31+ 39)	42	42	184.692	236.297
PROFIT OR LOSS FROM OPERATION:				
- Profit (**rd. 16 - 42**)	43	43	0	0
- Loss (**rd. 42 - 16**)	44	44	105.717	229.426
12. Income from participation interests (ct.7611+7612+7613)	45	45		
- from which, revenues from affiliated entities	46	46		
13. Income from Interest (ct. 766)	47	47		
- from which, revenues from affiliated entities	48	48		
14. Income from operating grants for interest due (ct. 7418)	49	49		
15. Other financial income (ct.762+764+765+767+768+7615)	50	50		
- din care, venituri din alte imobilizări financiare (ct. 7615)	51	51		
VENITURI FINANCIARE – TOTAL (rd. 45+47+49+50)	52	52		
16. Value adjustments in respect of financial assets and financial investments held as current assets (r**d. 54 - 55**)	53	53		
- Expenses (ct.686)	54	54		
- Income (ct.786)	55	55		
17. Interest expenses (ct.666)	56	56		
- from which, expenses in relation to affiliated entities	57	57		
18. Other financial expenses (ct.663+664+665+667+668)	58	58	18.960	4.495
FINANCIAL EXPENSES – TOTAL (rd. 53+56+58)	59	59	18.960	4.495
FINANCIAL PROFIT OR LOSS:				

- Profit (**rd. 52 - 59**)	*60*	60	0	0
- Loss (**rd. 59 - 52**)	*61*	61	18.960	4.495
TOTAL INCOME (rd. 16 + 52)	*62*	62	78.975	6.871
TOTAL EXPENSES (rd. 42 + 59)	*63*	63	203.652	240.792
19. GROSS PROFIT OR LOSS:				
- Profit (**rd. 62 - 63**)	*64*	64	0	0
- Loss (**rd. 63 - 62**)	*65*	65	124.677	233.921
20. Income tax (ct.691)	*66*	66		
21. Activity-specific tax (ct. 695)	*67*	67		
22. Other taxes not shown in the above items (ct.698)	*68*	68		
23. NET PROFIT OR LOSS OF FINANCIAL YEAR:				
- Profit (**rd. 64 - 65 - 66 - 67 - 68**)	*69*	69	0	0
- Loss (**rd. 65 + 66 + 67 + 68 - 64**)	*70*	70	124.677	233.921

*) Accounts to be allocated according to the nature of the respective elements.
Line 24 (cf. OMF no. 85/2022) - includes the rights of employees, established according to labor law, which are taken from the debit turnover of account 621 "Expenses with employees", analytically "Individual employees".
Line 34 (cf. OMF no. 85/2022) - in account 6586 “Expenses representing transfers and contributions due under special normative acts” highlights the expenses representing transfers and contributions due under special normative acts, other than those provided of the Fiscal Code.