

Current report

according to ASF Regulation no. 5/2018

Report date:	15.04.2021
Name of issuer:	Farmaceutica REMEDIA S.A.
Registered office:	Deva, no. 2, Nicolae Bălcescu Blvd
Tel/ fax no:	+40 254 22 32 60 / +40 254 22 61 97
ORC no:	2115198
Trade Registry no:	J20 / 700 / 1991
Subscribed and paid-in capital:	LEI 10.608.980
Regulated market:	Bucharest Stock Exchange, Standard Category

Important events to report:

RELEASE

The Board of Administrators of Farmaceutica REMEDIA S.A. informs that the **Annual Report for 2020 - the full version** - is available on its own website <http://www.remédia.ro/en/investors-2-2/company-financials/> and in the link from the IRIS platform, below.

The consolidated and unconsolidated financial statements, audited, for 2020, of the company Farmaceutica REMEDIA SA, concluded on December 31, 2020, prepared according to the applicable accounting standards, provide a correct and consistent image of the assets, liabilities, financial position and profit and loss.

During 01.01.2020 – 31.12.2020, the commercial company Farmaceutica REMEDIA S.A. recorded the following consolidated financial results:

Indicator	Values registered on December 31th 2020 (LEI)
	consolidated
Net turnover	441.478.105
Operating revenues – TOTAL	482.803.508
Operating costs - TOTAL	439.940.926
Financial revenues - TOTAL	312.150
Financial costs - TOTAL	406.117
TOTAL REVENUES	483.115.658
TOTAL COSTS	440.347.042
Tax	4.997.042
NET PROFIT	37.771.574
Non-current assets- TOTAL	40.256.854
Current assets - TOTAL	202.969.618
TOTAL ASSETS	244.463.046
Equity	79.830.650
TOTAL long-term liabilities	2.246.739
TOTAL short-term liabilities	162.385.658
TOTAL EQUITY AND LIABILITIES	244.463.046

The economic - financial indicators on 31.12.2020 are presented in the following table:

LIQUIDITY AND WORKING CAPITAL	FR	FRDL
current liquidity (Current assets/Current liabilities)	9,26	1,03
Current assets	29.376.485	175.670.137
Current liabilities	3.172.399	169.731.286
degree of indebtedness (Borrowed capital / Equity x 100)	0%	0%
Borrowed capital (including leasing)	0	0
Equity	73.672.543	5.938.851
turnover speed for client debit items(average customer balance/turnover *365)	52 days	111 days
Average customer balance	9.172.151	125.432.624
net turnover	63.833.250	411.345.503
Turnover speed of liabilities (average suppliers balance/cogs*365)	99 days	158 days
Average suppliers balance	13.556.169	164.940.588
Cost of merchandise sold	50.039.120	381.342.557
Turnover speed of stocks (average stock balance/COGS * 365)	55 days	39 days
Average stocks balance	7.620.605	41.192.245
Cost of merchandise sold	50.039.120	381.342.557
turnover speed of fixed assets (turnover/fixed assets)	1,31	863
net turnover	63.833.250	411.345.503
Fixed assets	48.725.139	476.522
Gross profit margin (%) (gross profit/net sales)	51,09%	0,72%
Gross profit	32.616.522	3.002.781
Net turnover	63.833.250	411.345.503

Note:

¹⁾ **Current liquidity** – the indicator level reflects a good payment capacity, therefore a reduced risk for creditors, certifying that the company is capable of covering its short-term liabilities based on receivables and cash availabilities. The indicator evolved positively compared to the same period last year (1,3) to FR. In the case of FRDL, the indicator slightly improved as compared to December 2019 (1,02).

²⁾ **Degree of indebtedness** expresses the effectiveness of credit risk management, indicating potential financing, liquidity problems, with influences in honouring the assumed commitments. In the calculation of this indicator, the borrowed capital comprises both bank loans and finance lease liabilities.

³⁾ **Turnover speed for client debit items** expresses company effectiveness in collecting its receivables, respectively the number of days until the date on which debtors pay their

liabilities to the company. Considering the dynamics of sales and the specificity of the collection of receivables in the distribution of drugs, we consider that the value of the indicator is normal for both companies under the given conditions. For FR, the indicator had the following evolution; 44 days on December 2019. In the case of FRDL, the indicator improved as compared to December 2019 (=119 days).

4) **Turnover speed of liabilities** represents the average period in which suppliers are paid. In the previous financial year (2019), FR paid its suppliers in average at 106 days and FRDL at 179 days.

5) The value of the **No. of days on hand** indicator can be considered that it falls within the specifics of the activity. In the case of FR, the indicator positively evolved compared to the same period last year (60 days). In the case of FRDL, the indicator improved as compared to December 2019 (=61 days)

6) **Turnover speed of fixed assets** expresses the effectiveness of the management of fixed assets, by examining the turnover generated by a certain quantity of fixed assets.

The documents can be also obtained in written form, upon request, at the office of the Company from Deva, no. 2 Nicolae Balcescu Blvd. and additional information can be obtained at the telephone number: +40 254 223 260, contact persons: Elena CODREAN / Florin CADIA, or at the e-mail address: investor@remedia.ro.

Chairman of the Board of Administrators,

„TARUS” – Valentin Norbert TARUS e.U.