

# Board of Directors Report

## 1<sup>st</sup> Quarter 2024

STK Emergent

1<sup>st</sup> Quarter Report in accordance with the **Law no. 24/2017, Regulation no. 15/2018**

Date of the report: **May 15, 2024**

Issuing entity: **The STK EMERGENT alternative investment fund managed by STK FINANCIAL AFIA SA**

Headquarters: **Romania, 400423 Cluj - Napoca, 3 Mihai Veliciu Street, County of Cluj**

Telephone number: **0264 591 982**

Decision of the Financial Supervisory Authority (ASF): **no. 232/15.11.2021**

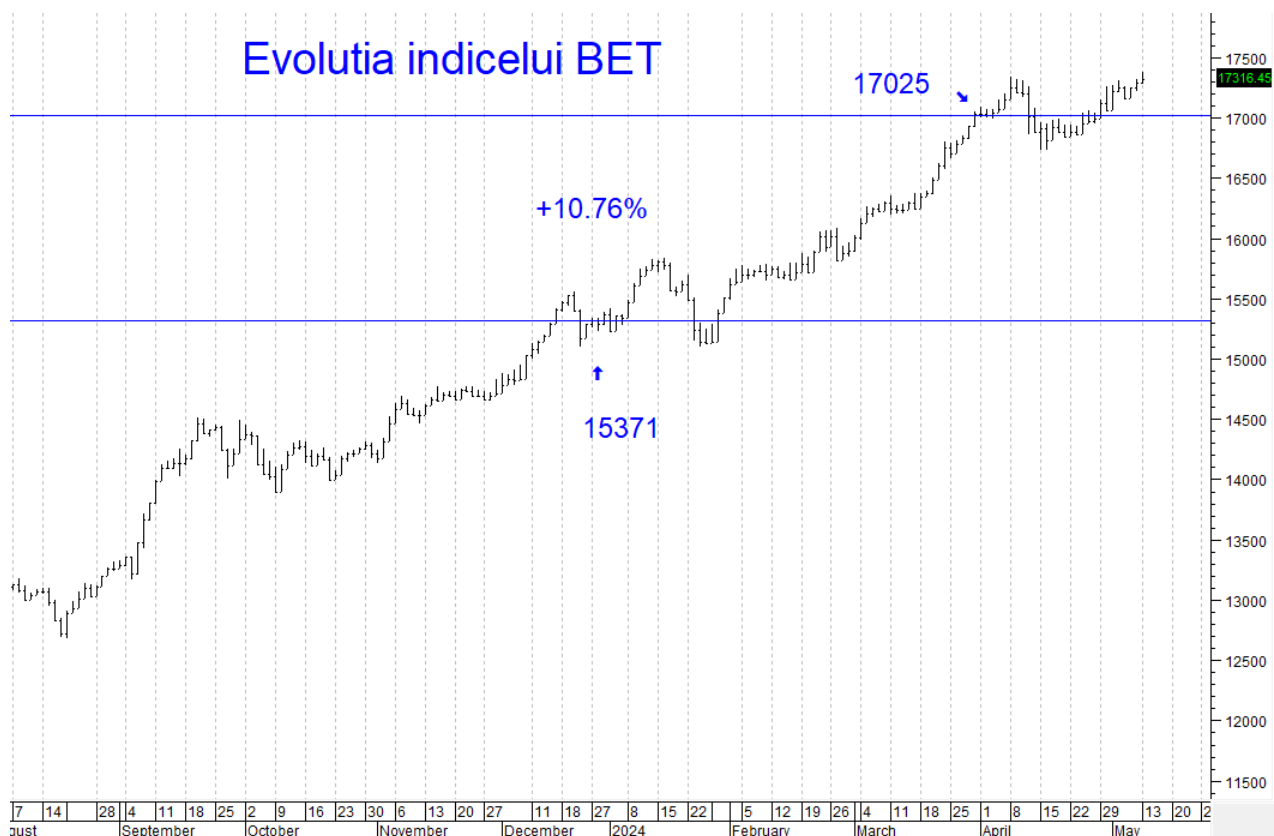
Registration number in the ASF Registry: **CSC09FIAIR/120013**

Subscribed and paid-in share capital: **RON 146,340,600**

The regulated market on which the issued securities are traded: **The Bucharest Stock Exchange**

## 1. Events with significant impact on Fund`s performance

In the first quarter of 2024 the results of STK Emergent fund were influenced by the trend of the Bucharest Stock Exchange and, particularly, by the price changes in the fund`s portfolio holdings.



**STK FINANCIAL AFIA SA**

400423 Cluj-Napoca, Mihai Veliciu nr. 3, tel./fax 0264591982, [www.stk.ro](http://www.stk.ro), [office@stk.ro](mailto:office@stk.ro)

Operator date cu caracter personal nr. 30711, Autorizația ASF nr. 94/28.03.2018

Nr. Reg. ASF PJR07<sup>1</sup>AFIAA/120008, CIF 17772595, J12/2600/2005, Capital social: 913.724 lei

## 2. Fund's Financial Position and Performance

The financial statements as of March 31, 2024 have been prepared in accordance with the Financial Supervisory Authority (ASF) Norm 39/2015 for the approval of the Accounting Regulations pursuant to the International Financial Reporting Standards (IFRS), applicable to entities authorized, regulated and supervised by the ASF in the Sector of Financial and Investment Instruments. The financial statements of STK Emergent fund have not been consolidated.

**The financial statements as of March 31, 2024 have not been audited.**

The Fund's Statement of Financial Position as of **March 31, 2024** compared with December 31, 2023 is as follows:

In accordance with IFRS:	31.03.2024	Weighting (%)	31.12.2023	Weighting (%)	RON Var (%)
<b>Non current assets</b>					
Non-current financial assets measured at fair value through other comprehensive income	46,282,648	54.27%	46,748,312	55.16%	-1.00%
<b>Current assets</b>					
Current financial assets at fair value through profit or loss mandatorily measured at fair value	20,642,934	24.20%	17,346,278	20.47%	19.00%
Receivables from trading operations	186,600	0.22%	1	0	n.a.
Cash and cash equivalents	18,176,361	21.31%	20,654,295	24.37%	-12.00%
<b>TOTAL ASSETS</b>	<b>85,288,543</b>	<b>100.00%</b>	<b>84,748,886</b>	<b>100.00%</b>	<b>0.64%</b>
<b>Equity</b>	<b>85,048,232</b>	<b>99.72%</b>	<b>84,524,457</b>	<b>99.74%</b>	<b>0.62%</b>
<b>Total current liabilities</b>	<b>240,311</b>	<b>0.28%</b>	<b>224,429</b>	<b>0.26%</b>	<b>7.08%</b>
<b>TOTAL LIABILITIES</b>	<b>85,288,543</b>	<b>100.00%</b>	<b>84,748,886</b>	<b>100.00%</b>	<b>0.64%</b>

The post *Non-current financial assets measured at fair value through other comprehensive income* includes Fund's holdings in STK Properties SA and Emergent Real Estate SA.

The *Current financial assets at fair value through profit or loss mandatorily measured at fair value* rose by 19% versus last year. The *Cash and cash equivalents* decreased by 12% over the same time frame.

The total assets of the Fund amounted to RON 85 million as of March 31, 2024, on the rise by 0.64% compared to the end of 2023.

The financial performance of the Fund as of March 31, 2024 compared to the same period of the last year is as follows:

<b>In accordance with IFRS:</b>	<b>31.03.2024</b>	<b>31.03.2023</b>	<b>Var (%)</b>
Net gains from current financial assets at fair value through profit or loss, mandatorily measured at fair value	1,437,883	1,223,959	17%.
Dividend income	-	-	n.a.
Interest income	156,530	204,415	-23%
Net gains from foreign exchange differences	-	1,804	n.a.
<b>Total net Revenues</b>	<b>1,594,413</b>	<b>1,430,177</b>	<b>11%</b>
Net loss from disposed financial assets at fair value through other comprehensive income	-	-	n.a.
Net losses from current financial assets at fair value through profit or loss, mandatorily measured at fair value	-	-	n.a.
Management fees, bank charges, fees	599,805	549,723	9%
Net loss from foreign exchange differences	5,168	-	n.a.
<b>Total net Expenses</b>	<b>604,973</b>	<b>549,723</b>	<b>10%</b>
<b>Net result of the financial year</b>	<b>989,440</b>	<b>880,454</b>	<b>12%</b>

The breakdown of net revenues is as follows: 90% net gains from current financial assets at fair value through profit or loss, and 10% interest incomes.

*Management fees, bank charges and other fees*, amounting to RON 0.6 million increased versus the first quarter of the previous year due to the rise in assets.

The operational activity of the Fund in the first quarter of 2024 ended with a net gain of RON 989 thousand.

Attached to this report are:

Statement of Financial Position as of 03/31/2024

Statement of Profit or Loss and Other Comprehensive Income as of 03/31/2024

Notes to the Accounts

**Chairman of the Board,  
PASCU Nicolae**