



To ,  
Board of Directors

We hereby submit to your analyze and approval the proposal to assign the net profit achieved during financial year 2016 of 4.903.474,48 lei, as follows:

- The amount of 245.174 lei to legal reserve; (.Art 183 of Law 31/1990 stipulates "Out of company's profit will be taken over, each year, at least 5 %, in order to constitute the reserve fund, until this will reach minimum the fifth part of share capital" "(share capital value at 31.12.2015 is 26,412,209.60 lei, the afferent 20% is 5,282,441.92 lei and legal reserve fund established in previous years is 3.389.916 lei)
- The amount of 3.258.617 lei (representing profit which was exempted from profit tax, less the part related to legal reserve) to Other Reserves; (art. . 19<sup>4</sup> Exemption of profit tax for re-invested profit (effective since 1<sup>st</sup> of July 2014) part of Law 571/2003 corroborated with HG 44/2004 on Fiscal Code with its Implementing Rules).
- The amount of 1.399.683,48 lei to be registered as Retained earnings, and the General Meeting of Shareholders will decide upon this undistributed profit.

General Manager,

Financial Manager,

Approved by Legal Office,