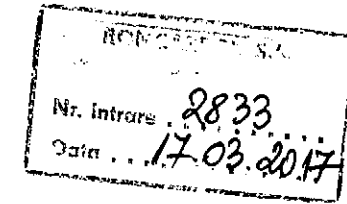


To,
Board of Directors

We hereby inform you that, on 28/02/2017 S.C. Romcarbon S.A. had the following bank exposure:

- Bank credits in amount of 15,577,342 Euro and 16,357,945 Lei;
- Leasing contracts with a balance of 200,805 Euro;
- Factoring contracts with a ceiling of 300,000 Euro;
- Bank guarantee letters with a ceiling of 500,000 lei.
- Guarantees given to LivingJumbo Industry SA for the investment credit signed UniCredit amount of 607,200 Euro (subsequent rank mortgage over the land and buildings located in Soseaua de centura Simileasca(DN2), Buzau , indentified with the cadastral numbers 59505, 59506 si 59507) and for the unengagement credit in amount of 450,000 Euro signed with UniCredit Bank (subsequent rank mortgage over the stocks in amount of 1,500,000 euro)



Type	Tenor	CCY	Initial amount (euro)	Initial amount (lei)	Bank exposure (euro)	Bank exposure (lei)	Total bank exposure in lei equivalent	Balance as at 28.02.2017	
								in euro	in lei
Overdrafts	detaliat	Euro	8,500,000		8,500,000		38,386,000	7,785,895	35,161,101
Investment credit -BRD I	01/03/2018	Euro	2,058,000		525,447		2,372,918	525,447	2,372,918
Investment credit -BRD II	03/09/2022	Euro	1,000,000		666,423		3,009,565	666,423	3,009,565
Investment credit -BRD III	03/02/2022	Euro	3,153,160		2,214,720		10,001,673	2,214,720	10,001,673
Investment credit - CCE 2015 - UniCredit	04/12/2023	Euro	3,042,240		2,928,253		13,223,991	2,928,253	13,223,991
Investment credit - Eximbank SA	20/06/2022	Lei		6,142,500		5,460,000	5,460,000		5,460,000
Investment credit UniCredit I	11/07/2023	Lei		3,200,000		3,173,000			3,173,000
Investment credit UniCredit II	19/09/2021	Lei		2,500,000		2,500,000			1,011,872
Investment credit UniCredit III	19/09/2021	Euro	442,500		442,500			195,650	883,553
Investment credit UniCredit IV	01/12/2021	Lei		5,400,000		5,224,945			5,209,746
Leasing	detaliat	Euro			200,805		906,836	200,805	906,836
Plafon scrisori de garantie - UniCredit Bank SA	02/07/2019	Lei		500,000		500,000	500,000		65,907
Factoring ceiling	20/09/2017	Euro	300,000		300,000		1,354,800	135,000	609,660
Unengagement credit for guaranteeing the interest rate hedge - UniCredit Bank	15/02/2024	Euro	300,000		300,000		1,354,800		0
Total			18,795,900	17,742,500	16,078,147	16,857,945	76,570,582	14,652,191	81,089,822

Exchange rate @ 28.02.2017= 4.516 lei

1. Detailed situation of working capital credits(overdrafts):

Bank	Type	Ceiling	Balance as at 28.02.2017		Tenor
			in euro	in lei	
UniCredit Bank SA	Overdraft	3,450,000	3,404,616	15,375,246	02/07/2017
UniCredit Bank SA	Overdraft	2,500,000	2,000,000	9,032,000	04/07/2017
BRD GSG	Overdraft	2,550,000	2,381,279	10,753,856	30/10/2017
TOTAL		8,500,000	7,785,895	35,161,101	

2. Detailed situation of investment credits:

Bank	Type	CCY	Initial amount	Balance as at 28.02.2017		Tenor
				in euro	in lei and lei equivalent	
BRD GSG SA	Investment credit (I)	EUR	2,058,000	525,447	2,372,918	01/03/2018
BRD GSG SA	Investment credit (II)	EUR	1,000,000	666,423	3,009,565	03/09/2022
BRD GSG SA	Investment credit (III)	EUR	3,153,160	2,214,720	10,001,673	03/02/2022
UniCredit Bank SA	Investment credit CCE 2015	EUR	3,042,240	2,928,253	13,223,991	04/12/2023
UniCredit Bank SA	Investment credit (I)	RON	3,200,000	0	3,173,000	11/07/2023
UniCredit Bank SA	Investment credit (II)	RON	2,500,000	0	1,011,872	19/09/2021
UniCredit Bank SA	Investment credit (III)	EUR	442,500	195,650	883,553	19/09/2021
UniCredit Bank SA	Investment credit (IV)	RON	5,400,000	0	5,209,746	01/12/2021
Eximbank SA	Investment credit	RON	6,142,500	0	5,460,000	20/06/2022
Total credits in euro				6,530,492	29,491,700	
Total credits in lei					14,854,619	

3. Detailed situation of the leasing contract existing on 28/02/2017:

Contract de leasing	Object	Lessor	Balance as at 28.02.2017		
			< 1 Year	> 1 Year	Total
6206/01.07.2011	Formator pt. placi EPS	ERB Leasing	€ 14,146	€ -	€ 14,146
6207/01.07.2011	Termoformator automat/Calibrator cu inel racire si tragator folie EPS	ERB Leasing	€ 29,326	€ -	€ 29,326
6211/01.07.2011	Chiller PSE	ERB Leasing	€ 4,445	€ -	€ 4,445
6339/22.02.2012	Matrite PSE	ERB Leasing	€ 6,152	€ -	€ 6,152
30031297/19.12.2012	Linie plat mat netesut+derulator	UniCredit Leasing IFN	€ 6,867	-€ 0	€ 6,867
30031534/01.10.2012	Electrostruitor 4 Roti Jungheinrich Efg 215	UniCredit Leasing IFN	€ 580	€ 0	€ 580
30037170/24.01.2013	Linie Regranulare Pse	UniCredit Leasing IFN	€ 22,628	-€ 0	€ 22,628
30039747/16.04.2013	Instalatii Racire Hale Productie	UniCredit Leasing IFN	€ 26,356	€ 0	€ 26,356
30031225/12.12.2012	Linie Fabricatie Filtre Aer Cu Poliu	UniCredit Leasing IFN	€ 24,833	€ -	€ 24,833
30047469/02.10.2013	Echipament Linie Conversie Multikon	UniCredit Leasing IFN	€ 37,026	€ 11,545	€ 48,571
30067768/12.2014	Sistem Sortare Deseuri	UniCredit Leasing IFN	€ 16,901	-€ 0	€ 16,901
	Total		€ 189,260	€ 11,545	€ 200,805

4. Detailed situation of the bank guarantee letters as at 28.02.2017:

Beneficiary	No.	Value	Data acordate	Data valabilitate
SNITFC CFR Calatori SA	00888-02-0274727	2,380.30 lei	05/09/2016	15/03/2017
SNITFC CFR Calatori SA	00888-02-0292949	3,247.87 lei	03/11/2016	14/04/2017
Soc Complexul Energetic Hunedoara SA	00888-02-0312115	9,377.50 lei	09/01/2017	14/06/2017
Soc Complexul Energetic Hunedoara SA	00888-02-0314523	1,400.00 lei	17/01/2017	27/04/2017
SNITFC CFR Calatori SA	00888-02-0321418	2,160.60 lei	09/02/2017	21/08/2017
SN a sarii SA	00888-02-0310830	38,426.00 lei	03/01/2017	05/01/2018
SNITFC CFR Calatori SA	00888-02-0325913	2,664.26 lei	23/02/2017	02/08/2017
Soc Cosmplexul Energetic Hunedoara SA	00888-02-0325085	6,250.00 lei	21/02/2017	31/07/2017
TOTAL		65,906.53 lei		

We present you below information regarding the guarantees for the credits signed by SC Romcarbon SA .

a) credit line (overdraft) signed by Romcarbon with BRD GSG with a ceiling of 2,550,000 Eur

1. Mortgages on land and buildings owned by Romcarbon SA identified with the following cadastral numbers:

61094(344/1/6) in total surface of 8,922 sqm , 52789(344/1/8) in total surface of 17,922 sqm, 61100(344/1/9) in total surface of 6,505 sqm, 52777(344/1/10) in total surface of 3,720 sqm, 52808(344/1/11/1) in total surface of 4,561 sqm located in Strada Transilvaniei, nr. 132, Buzau and on following cadastral numbers: 52788(6778), 52861(6779),52765(6777), 61093-C1-U12(2362/0/1), 61099-C1-U2(1155/0;2) located in Bld.Uniri, bl.E3-E4, Buzau in total surface of 287 sqm.

2. Pledge on 31 equipment having a net book value as at 28/02/2017 of 29,503 lei, identified with the following inventory numbers 24646, 24647, 24637, 24635, 24594, 24634, 24649, 24171, 24172, 24173, 24174, 24175,24176,24177,24178, 24179, 24181, 24182, 24183, 24184, 24185, 24186, 24187, 24188, 24189, 24191, 24192 24193, 24194, 24769, 24771;

3. Security mortgage on the current accounts opened by Romcarbon SA at BRD GSG Suc. Buzau.

b) credit line (overdraft) signed by Romcarbon with UniCredit Bank, with a ceiling of 3,450,000 euro

1. Mortgages on land and buildings owned by Romcarbon SA identified with the following cadastral numbers:

- 59505 former 18740, (in total surface of 3,933 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number;
- 59506 former 18741(in total surface of 64,256 sqm) located on Soseaua de centura Simileasca(DN2), Buzau
- 59507 former 18742(in total surface of 70,231 sqm) located in Soseaua de centura Simileasca(DN2), Buzau

- 64699 in total surface of 3,308 sqm resulting from the split of the cadastral number 52858 former 344/1/15/2 (in total surface of 5,467 sqm) located in Buzau, 132 Transilvaniei street;
 - 64371 in total surface of 22,830 sqm resulting from the split of the cadastral number 54553 former 18335 (in total surface of 23,451 sqm) located in Buzau, 132 Transilvaniei street;
 - 52784 former 344/1/5 (in total surface of 7,659 sqm) located in Buzau, 132 Transilvaniei street;
 - 52768 former 344/1/7 (in total surface of 10,191 sqm) located in Buzau, 132 Transilvaniei street;
 - 54575 former 344/1/1 (in total surface of 9,814 sqm) located in Buzau, 132 Transilvaniei street;
2. Security mortgage on the current accounts opened by Romcarbon S.A. in lei and currency at UniCredit Bank Suc.Buzau;
3. Pledges on 70 equipment having a market value of 242,300 euro according to the evaluation report dated on 22/06/2016 and a net accounting value at 28/02/2017 of 31,208 lei, identified with the following inventory numbers: 24012, 24021, 24023, 24024, 24027, 24028, 24036, 24037, 24038, 24043, 24044, 24054, 24055, 24068, 24074, 24077, 24079, 24081, 24082, 24083, 24084, 24085, 24086, 24087, 24088, 24089, 24091, 24092, 24093, 24094, 24095, 24096, 24097, 24101, 24102, 24103, 24104, 24105, 24106, 24107, 24108, 24109, 24111, 24112, 24113, 24114, 24115, 24116, 24117, 24118, 24119, 24133, 24135, 24136, 24137, 24138, 24139, 24141, 24142, 24143, 24144, 24145, 24146, 24147, 24152, 24153, 24154, 24155, 24156, 24157, 24168;
4. Assignment of receivables from present and future contracts/orders concluded by Romcarbon SA with LivingJumbo Industry SA (except the contract no 161/28.01.2010), P.H. Bratpol Polonia, Yugosac D.O.O.Serbia;
5. Security mortgage on a stock of raw materials, semifinished products and finished products in amount of 1,500,000 Eur;
6. „No claims” blank promissory note issued by Romcarbon SA;
7. LivingJumbo Industry SA having the quality of co-borrower.

c) credit line (overdraft) signed by Romcarbon with UniCredit Bank, in amount of according with the contract nr.BUZA/015/2012 for financing the company expenses, resulted from transforming the credit line for financing the acquisitions of raw materials from suppliers in order to fulfill the selling contract signed with Kasakrom Chemicals SRL.

1. Mortgages on land and buildings owned by Romcarbon SA identified with the following cadastral numbers:
 - 59505 former 18740, (in total surface of 3,933 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by

- YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number;
- 59506 former 18741 (in total surface of 64,256 sqm) located on Soseaua de centura Simileasca(DN2), Buzau
 - 59507 former 18742 (in total surface of 70,231 sqm) located on Soseaua de centura Simileasca(DN2), Buzau
 - 64699 in total surface of 3,308 sqm resulting from the split of the cadastral number 52858 former 344/1/15/2 (in total surface of 5,467 sqm) located in Buzau, 132 Transilvaniei street;
 - 64371 in total surface of 22,830 sqm resulting from the split of the cadastral number 54553 former 18335 (in total surface of 23,451 sqm) located in Buzau, 132 Transilvaniei street;
 - 54575 former 344/1/1 (in total surface of 9,814 sqm) located in Buzau, 132 Transilvaniei street;
2. Security mortgage on the present and future current accounts opened by Romcarbon S.A. in lei and currency at UniCredit Bank Suc.Buzau;
 3. Pledges on 70 equipment having a market value of 242,300 euro according to the evaluation report dated on 22/06/2016 and a net accounting value at 28/02/2017 of 31,208 lei, identified with the following inventory numbers: 24012, 24021, 24023, 24024, 24027, 24028, 24036, 24037, 24038, 24043, 24044, 24054, 24055, 24068, 24074, 24077, 24079, 24081, 24082, 24083, 24084, 24085, 24086, 24087, 24088, 24089, 24091, 24092, 24093, 24094, 24095, 24096, 24097, 24101, 24102, 24103, 24104, 24105, 24106, 24107, 24108, 24109, 24111, 24112, 24113, 24114, 24115, 24116, 24117, 24118, 24119, 24133, 24135, 24136, 24137, 24138, 24139, 24141, 24142, 24143, 24144, 24145, 24146, 24147, 24152, 24153, 24154, 24155, 24156, 24157, 24168;
 4. Assignment of receivables from present and future contracts/orders concluded by Romcarbon SA with LivingJumbo Industry SA (except the contract no 161/28.01.2010), P.H. Bratpol Polonia, Yugosac D.O.O.Serbia;
 5. „No claims” blank promissory note issued by Romcarbon SA;
 6. Assignment of receivables from present and future contracts/orders concluded by Romcarbon SA with KASAKROM Chemicals SRL Bucuresti, Arpa SA Logistics Grecia, Metro Cash & Carry Romania SRL, Comandor Impex SRL Focsani, Auchan Romania SA, Snick Ambalaje si Consumabile Magura BZ, Carrefour Romania SA, Horeca Distribution SRL Bucuresti, V&T Trade Ltd Sofia Bulgaria ,clients of SC ROMCARBON SA ;
 7. Security mortgage on a stock of raw materials, semifinished products and finished products in amount of 1,500,000 Eur;
 8. LivingJumbo Industry SA having the quality of co-borrower.
- d) Investment credit in amount of 2,058,000 euro**, signed with BRD GSG at 12.03.2014.
1. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at BRD GSG Suc. Buzau.

2. Mortgage on land and buildings identified with the following cadastral numbers: 54589(former 344/1/13/2) in total surface of 2,534 sqm; 64708 in total surface of 10,077 sqm resulting from splitting the cadastral number 52809(former 344/1/15/1); 54304(former 13994) in total surface of 16,787 sqm;

3. Pledges over 18 equipment (identified with the inventory numbers: 24709, 24712, 24713, 24715, 24733, 24739, 24781, 24782, 24722, 24723, 24724, 24725, 24726, 24727, 24728, 24729, 24731, 24732, having a market value of 3,963,100 euro according to the evaluation report dated on 11/08/2015 and a net accounting value at 28.02.2017 of 15,884,237 lei;

4. Security mortgage on the current accounts opened by LivingJumbo Industry SA in lei and currency at BRD GSG Suc. Buzau.

e) Investment credit in amount of 1,000,000 euro, signed with BRD GSG SA on 03.11.2014.

1. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at BRD GSG Suc. Buzau.
2. Security mortgage on the current accounts opened by LivingJumbo Industry SA in lei and currency at BRD GSG Suc. Buzau.
3. Pledges over the future equipment that will be financed by the bank for an estimated value of 1,400,000 Euro (without VAT).

f) Investment credit in amount of 3,153,160 euro, signed with BRD GSG on 19.12.2014.

1. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at BRD GSG Suc. Buzau.
2. Security mortgage on the current accounts opened by LivingJumbo Industry SA in lei and currency at BRD GSG Suc. Buzau.
3. Mortgage on land and buildings located in Buzau, 132 Transilvaniei Street, identified with the following cadastral numbers:
 - 61517 (in total surface of 16,818 sqm);
 - 54582 (in total surface of 4,108 sqm);
 - 64815 (in total surface of 13,678 sqm);
4. Assignment of receivables with a minimum balance of 500,000 EUR resulting from the contracts by Romcarbon with Dedeman SRL, Sapte Spice SA, Greenfiber International SA, Hitexim SRL, Nenea SRL, Agrana Romania SA, Magic Serv SRL – contracts with a minimum annual value of 3,300,000 Eur.

g) Investment credit for acquisition of equipment and for financing/refinancing the production hall re-arrangement in amount of 6,142,500 Lei signed with Banca de Export-Import a Romaniei Eximbank SA.

1. Mortgage over land and buildings having a total surface of 23,243 sqm identified with the following cadastral numbers: 52853 in a surface of 1,323 sqm, 52837 in a surface of 1,907sqm, 54576, in a surface of 380 sqm, 54588 in a surface of 4,882 sqm, 54558 in a surface of 152 sqm, 54430 in a surface of 1,320 sqm, 60631 in a surface of 911 sqm, 64035 in a surface of 601 sqm, 55996 in a surface of 242 sqm and 56197 in a surface of 11,525 sqm;
2. Pledges over the future equipment that will be financed by the bank;
3. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at EximBank SA;
4. Blank promissory note.

h) Investment credit for co-financing the project „ Development of Romcarbon SA” in amount of 3,042,240 Eur signed with UniCredit Bank SA:

1. Pledges over 17 equipment, co-financed by the bank, identified with the following inventory numbers 24957, 24959, 24961, 24962, 24963, 24964, 24965, 24942, 24943, 24944, 24951, 24952, 24953, 24954, 24941, 24947, 24948, having a net accounting value of 29,278,980 lei at 28/02/2017 and a market value according to the evaluation report dated 30.06.2016 of 5,796,500 euro.
2. Security mortgage on the current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA.

i) Investment credit in amount of 3,200,000 lei signed with UniCredit Credit for the acquisition of an asset (land and building) located in Iasi, Calea Chisinaului, nr. 27-29 :

1. Mortgage over land and buildings located in the county Stefanesti de jos, Str.Sinaia nr.15, Ilfov, having the cadastral number/topographical 50009, in a total surface of 12,774 sqm;
2. Mortgage over land and buildings having cadastral number 59505 former 18740, (in total surface of 3,933 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number; cadastral number 59506 former 18741(in total surface of 64,256 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, and cadastral number of 59507 former 18742(in total surface of 70,231 sqm) located in Soseaua de centura Simileasca(DN2), Buzau;
3. Mortgage over land and buildings located in Iasi, Calea Chisinaului, nr.27-29 identified with the cadastral number of 3860/223/2-3860/226/1 – land in total surface of 242 sqm and with cadastral number 3860/223/2-3860/226/1- C49/p/2- construction with a usable surface of 192,39 sqm and a built surface of 224.85 sqm and the cadastral number, land in total surface of 1,312.48 sqm and the cadastral numebr 128921-C1 cantina P+1 with a usable surface of 1,193.67 sqm – flat floor and a useful surface of 1,193.67 sqm – floor;
4. Security mortgage on the present or future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA.

j) Investment credit II in amount of 2,500,000 lei signed with UniCredit Bank SA for co-financing the 2016 investment plan:

1. Mortgage over land and buildings having cadastral number 59505 former 18740, (in total surface of 3,933 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number; cadastral number 59506 former 18741(in total surface of 64,256 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, and cadastral number of 59507 former 18742(in total surface of 70,231 sqm) located in Soseaua de centura Simileasca(DN2), Buzau;
2. Pledges over the future equipment that will be financed by the bank;
3. Security mortgage on the present or future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA.

k) Investment credit III in amount of 442,500 euro signed with UniCredit Bank SA for co-financing the 2016 investment plan:

1. Mortgage over land and buildings having cadastral number 59505 former 18740, (in total surface of 3,933 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number; cadastral number 59506 former 18741(in total surface of 64,256 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, and cadastral number of 59507 former 18742(in total surface of 70,231 sqm) located in Soseaua de centura Simileasca(DN2), Buzau; former 18742(in total surface of 70,231 sqm) located in Soseaua de centura Simileasca(DN2), Buzau; 2. Pledges over the future equipment that will be financed by the bank; 3. Security mortgage on the present an future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA.

l) Investment credit IV in amount of 5,400,000 lei signed with UniCredit Bank SA for refinancing the investment financed by the company in 2016:

1. Mortgage over land and buildings located in the county Stefanestii de jos, Str.Sinaia nr.15, Ilfov, having the cadastral number/topographical 50009, in a total surface of 12,774 sqm;
2. Mortgage over land and buildings having cadastral number 59505 former 18740, (in total surface of 3,933 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number; cadastral number 59506 former 18741(in total surface of 64,256 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, and cadastral number of 59507 former 18742(in total surface of 70,231 sqm) located in Soseaua de centura Simileasca(DN2), Buzau; 3. Pledges over 48 equipment having a market value of 1,071,500 Euro according to the evaluation report dated 10.11.2016 and a net accounting value of 4,332,068 lei as at 28.02.2017; 4. Security mortgage on the present an future current accounts opened by Romcarbon SA in lei and currency at UniCredit Bank SA.

m) Bank guarantee letters' ceiling in amount of 500,000 lei signed with Unicredit Bank SA Suc. Buzau

1. Pledge over two equipment – PP extruding line (inventory no.24078) having a market value of 240,884 lei according to the evaluation report dated 31.05.2016 and an accounting value of 0 lei and Flexographic printing machine (inventory no.24075) having a market value of 162,090 lei according to the evaluation report dated 31.05.2016 and an accounting value of 0 lei; 2. Security mortgage on the present and future current accounts opened in lei and currency by Romcarbon S.A. la UniCredit Bank Suc.Buzau;

Guarantees summarization	
Land	51,777,343 lei
Buildings	24,455,146 lei
Equipment	58,970,529 lei
Stocks	6,774,000 lei
Cash collaterals	- lei
Total	141,977,018 lei

For the loans and bank guarantee letters presented above, SC Romcarbon S.A. had on 28.02.2017 guarantees in the form of mortgages and pledges up to a net book value of 141,977,018 lei as follows:

I. Please approve within the limits EGSA decision dated 28.04.2016 the following:

- Extension of the receivable assignments included in the credit for the investment in amount of 3,153,160 euro granted by BRD GSG SA based the contract no. 150819/9022/19.12.2014, over the credit line granted based on the contract no..134/11.05.2007 having a ceiling of 2,550,000 euro;
 - Including in the credit line granted based on the contract no..34/11.05.2007 with a ceiling of 2,550,000 euro, of the financial indicators as follows:
 - **DSCR (debt service coverage ratio)** = (net profit + depreciation + interests paid)/(annual installments of the investment credits and leasing + interest paid for the credits and leasing) > 1.2x
 - **LEVERAGE (Net financial debts/EBITDA)** < 5.5x in 2016 and < 4.5x in the following years; These financial indicators are already included in the contracts for investment credits signed with BRD GSG SA.;
 - Termination of the credit line in amount of 2,500,000 Euro signed with UniCredit Bank SA;
 - Increasing the value of the credit line signed with UniCredit Bank SA from 3,450,000 EUR to 5,450,000 EUR and extending the validity of the new credit line with 12 months, in the following conditions:
 - Interest rate : Euribor(1M) + 1.80%, or Robor(1M) + 1.50% for the drawings in lei;
 - Flat fee : 0.10%
 - Borrowers : Romcarbon and Living)umbo Industry;
 - **Guarantees:**
1. Mortgages on land and buildings owned by Romcarbon SA identified with the following cadastral numbers:
- 54575 former 344/1/1 (in total surface of 9,814 sqm) located in Buzau, 132 Transilvaniei street;
 - 64699 in total surface of 3,308 sqm resulting from the split of the cadastral number 52858 former 344/1/15/2 (in total surface of 5,467 sqm) located in Buzau, 132 Transilvaniei street;
 - 59505 former 18740, (in total surface of 3,233 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number;
 - 59506 former 18741(in total surface of 64,256 sqm) located in Soseaua de centura Simileasca(DN2), Buzau
 - 59507 former 18742(in total surface of 70,231 sqm) located in Soseaua de centura Simileasca(DN2), Buzau;
 - 64371 in total surface of 22,830 sqm resulting from the split of the cadastral number 54553 former 18335 (in total surface of 23,451 sqm) located in Buzau, 132 Transilvaniei street;

- 52768 former 344/1/7 (in total surface of 10,191 sqm) located in Buzau, 132 Transilvaniei street;
 - 52784 former 344/1/5 (in total surface of 7,659 sqm) located in Buzau, 132 Transilvaniei street;
2. Pledges on 70 equipment having a market value of 242,300 euro according to the evaluation report dated on 22/06/2016 and a net accounting value at 28/02/2017 of 31,208 lei, identified with the following inventory numbers: 24012, 24021, 24023, 24024, 24027, 24028, 24036, 24037, 24038, 24043, 24044, 24054, 24055, 24068, 24074, 24077, 24079, 24081, 24082, 24083, 24084, 24085, 24086, 24087, 24088, 24089, 24091, 24092, 24093, 24094, 24095, 24096, 24097, 24101, 24102, 24103, 24104, 24105, 24106, 24107, 24108, 24109, 24111, 24112, 24113, 24114, 24115, 24116, 24117, 24118, 24119, 24133, 24135, 24136, 24137, 24138, 24139, 24141, 24142, 24143, 24144, 24145, 24146, 24147, 24152, 24153, 24154, 24155, 24156, 24157, 24168;
9. Assignment of receivables from present and future contracts/orders concluded by Romcarbon SA with LivingJumbo Industry SA, P.H. Bratpol Polonia, Yugosac D.O.O.Serbia , KASAKROM Chemicals SRL Bucuresti, Arpa SA Logistics Grecia, Metro Cash & Carry Romania SRL, Comandor Impex SRL Focsani, Auchan Romania SA, Snick Ambalaje si Consumabile Magura BZ, Carrefour Romania SA, Horeca Distribution SRL Bucuresti, V&T Trade Ltd Sofia Bulgaria ,clients of SC ROMCARBON SA ;
10. Security mortgage on the present and future current accounts opened by Romcarbon S.A. in lei and currency at UniCredit Bank Suc.Buzau;
11. „No claims” blank promissory note issued by Romcarbon SA;
12. Security mortgage on a stock of raw materials, semifinished products and finished products in amount of 1,500,000 Eur;
13. Assignment of the receivables resulting from the insurance policy of the quarantees mentioned above.
- Contracting a new investment credit for financing the acquisition of equipment and for the building refurbishment with a percentage of 90% of the acquisition value (without VAT) according to the investment plan for the period 2016-2017 in the following conditions:
- Credit value: 2,250,000 lei;
 - Interest rate : Robor(3M) + 1.80%
 - Flat fee: 0.20%
 - Period: 60 months; tenor : 14.03.2022;
 - Grace period: 9 months;
 - Period of using: 9 months.
 - Guarantees:
1. Mortgages on land and buildings owned by Romcarbon SA identified with the following cadastral numbers:
- 54575 former 344/1/1 (in total surface of 9,814 sqm) located in Buzau, 132 Transilvaniei street;
 - 64699 in total surface of 3,308 sqm resulting from the split of the cadastral number 52858 former 344/1/15/2 (in total surface of 5,467 sqm) located in Buzau, 132 Transilvaniei street;
 - 59505 former 18740, (in total surface of 3,933 sqm) located in Soseaua de centura Simileasca(DN2), Buzau, together with the mortgage over the right of superficies and of the construction built by YENKI SRL CUI 22404794 , construction identified with the cadastral number 59505-C1 (CF 59505-C1) and also over the future constructions that will be built on this cadastral number;
 - 59506 former 18741(in total surface of 64,256 sqm) located on Soseaua de centura Simileasca(DN2), Buzau
 - 59507 former 18742(in total surface of 70,231 sqm) located on Soseaua de centura Simileasca(DN2), Buzau;

- 64371 in total surface of 22,830 sqm resulting from the split of the cadastral number 54553 former 18335 (in total surface of 23,451 sqm) located in Buzau, 132 Transilvaniei street;
2. Pledges on 70 equipment having a market value of 242,300 euro according to the evaluation report dated on 22/06/2016 and a net accounting value at 28/02/2017 of 31,208 lei, identified with the following inventory numbers: 24012, 24021, 24023, 24024, 24027, 24028, 24036, 24037, 24038, 24043, 24044, 24054, 24055, 24068, 24074, 24077, 24079, 24081, 24082, 24083, 24084, 24085, 24086, 24087, 24088, 24089, 24091, 24092, 24093, 24094, 24095, 24096, 24097, 24101, 24102, 24103, 24104, 24105, 24106, 24107, 24108, 24109, 24111, 24112, 24113, 24114, 24115, 24116, 24117, 24118, 24119, 24133, 24135, 24136, 24137, 24138, 24139, 24141, 24142, 24143, 24144, 24145, 24146, 24147, 24152, 24153, 24154, 24155, 24156, 24157, 24168;
 3. Assignment of receivables from present and future contracts/orders concluded by Romcarbon SA with LivingJumbo Industry SA, P.H. Bratpol Polonia, Yugosac D.O.O.Serbia , KASAKROM Chemicals SRL Bucuresti, Arpa SA Logistics Grecia, Metro Cash & Carry Romania SRL, Comandor Impex SRL Focsani, Auchan Romania SA, Snick Ambalaje si Consumabile Magura BZ, Carrefour Romania SA, Horeca Distribution SRL Bucuresti, V&T Trade Ltd Sofia Bulgaria ,clients of SC ROMCARBON SA ;
 4. Security mortgage on the present and future current accounts opened by Romcarbon S.A. in lei and currency at UniCredit Bank Suc.Buzau;
 5. „No claims” blank promissory note issued by Romcarbon SA;
 6. Security mortgage on a stock of raw materials, semifinished products and finished products in amount of 1,500,000 Eur;
 7. Assignment of receivables resulting from the insurance policy of the quarantees mentioned above;
 8. Pledges over the future equipment that will be financed by the bank for an amount of 2,250,000 lei
- Empower the General Manager – Radu Andrei and the Financial Manager – Zainescu Viorica to negotiate and sign all and any document (credit contract, guarantee contract, s.o.) in connection with carrying out the decision of the Extraordinary General Meeting of Shareholders.

As a consequence of the termination of the credit line in amount of 2,500,000 euro signed with UniCredit Bank, increasing the ceiling of the credit line signed with UniCredit Bank SA from 3,450,000 to 5,450,000

euro, contracting the new investment credit in amount of 2,250,000 lei, the exposure of the company is the following:

Type	In lei	In euro
Credits	18,607,945	14,777,342
Un-engagement credit	0	300,000
Leasing	0	200,805
Factoring	0	300,000
BGL ceiling	500,000	0
Total	19,107,945	15,578,147

II. We kindly ask you to submit for approving in AGEA meeting the following:

- increasing the factoring ceiling from 300,000 euro to 500,000 euro;
- Contracting a new investment in amount of 1,800,000 Euro for financing the acquisition of equipment and for the building refurbishment with a percentage of 90% of the acquisition value (without VAT) according to the investment plan for the period 2017-2018;
- 12-months extension of the credit line signed with BRD GSG SA in amount of 2,550,000 euro and maintaining the afferent guarantees;
- 12-months extension of the credit line signed with UniCredit Bank SA in amount of 5,450,000 euro and maintaining the afferent guarantees;
- banking exposure of SC Romcarbon SA for the financial years 2017-2018 as presented below:

Type	in lei	In euro
Credits	18,607,945	16,577,342
Un-engagement credit	0	300,000
Leasing	0	200,805
Factoring	0	500,000
BGL ceiling	500,000	0
Total	19,107,945	17,578,147

- Empower the Board of directors to negotiate and decide regarding :
 - a) changing the credit conditions of the existing contracts;
 - b) changing the guarantees and/or approving new quarantees for the existing credits and approving guarantees for the new investment credits which will be signed whitin the approved bank exposure;
 - c) contracting new credits whitin the approved bank exposure.
- Empower the General Manager – Radu Andrei and the Financial Manager – Zainescu Viorica to sign all and any document (credit contract, guarantee contract, s.o.) in connection with carrying out the decision of the Extraordinary General Meeting of Shareholders.

**General Manager,
Eng.Andrei Radu**

**Financial Manager,
Ec.Zainescu Viorica Ioana**

