

SHARE CAPITAL INCREASE

- *issuance of new shares resulting from the capitalization of dividends for the year 2010-*

In the Ordinary General Meeting of Shareholders which are to be held on 28/29.04.2010 the financial statements ended at 31.12.2010 will be analyzed and approved.

The allocation of net profit for 2010 will be also approved and the decision on reinvesting the dividends will be taken.

For 2010 we suggest that the shareholders receive new shares issued by the company without distributing them under the value form. This way the share capital will be increased by paying the dividends as shares.

The value of 9,035,041.90 lei derived from the net dividends for the financial year 2010 and undistributed net dividends from the previous years will be reinvested, representing one of the sources needed for supporting the investment program and increasing the company value.

According to the applicable legal provisions - Law no. 31/1990 republished, with all subsequent amendments, according to art. 219, the deadline for increasing the share capital is 1 year from the date of enactment.

Following the share capital increase with the amount of above-mentioned dividends (9,035,041.90 lei), for each shareholder recorded in the Register of Shareholders at the registration date (16.05.2011), which will be approved by the Extraordinary General Meeting of Shareholders of 28/29.04.2010, the number of shares held will be increased, with an allocation index of 0.18915347.

As a result of processing the share capital increase, the Article 7 - Share capital from the Chapter III of the Company's Statute will have the following formulation:

"The share capital is fixed at the sum of 56,800,710 lei, divided into 568,007,100 shares at a nominal value of 0.1000 lei each, the shares being nominative.

The shareholding structure corresponding to the number of shares and their holdings is:

1. Ministry of Health - 301,141,886 shares - 53.0173%, amounting to 30,114,188.60 lei;

Other shareholders (natural persons and legal entities) - 266,865,214 shares - 46.9827 % amounting to 26,686,521.40 lei.

Financial Director,
Ec. Constantin NICUȚĂ



Head of Shareholders Department,
Ec. Viorica CIOCOIU

