

## I.2. Approving net profit distribution on 2019, setting the gross dividend per share and the payment term

1. The distribution of profit after the deduction of the profit tax was made in accordance with the provisions of the Government Ordinance 64/2001, with the subsequent amendments and based on Decision of the OGMS no.4/18.04.2019, concerning the approval of the budget of income and expenses on 2018.
2. The accounting profit of 30,823,278 LEI relative to fiscal year 2019 was distributed as follows:

Destination	Amount(lei)
<b>Profit to distribute:</b>	<b>30,823,278</b>
- legal reserve	0
- other reserves from profit according to the law	10,763,873
dividends, of which:	20,059,405
– dividends due to the main shareholder	10,634,950
– dividends due to other legal and natural persons	9,424,455

3. As a consequence of applying the Fiscal Code, art. 22, par. 5 "the amount of the profit for which the profit tax exemption was granted, except for the part of the legal reserve, shall be distributed at the end of the financial year, priority being given to the constitution of the reserves, up to the balance of the accounting profit recorded at the end of the financial year".
4. The amounts exonerated from corporate tax are:
  - The tax facilities for profits invested in technological equipment, electronic computers and peripheral equipment, home and office machines, control and billing machines, as well as in software programs produced and/or purchased according to Art. 22 paragraph 5 of the Fiscal Code in the amount of 7,269,283 LEI;
  - Tax incentives for development and research activities according to art. 20 of the Tax Code in the amount of 2,398,993 LEI;
  - 1,095,597 lei standing for other types of distribution as per art. 1 from GO no. 64/2001.**TOTAL = 10,763,873 LEI.**
5. Total dividends amounting to 20,059,405 lei, represent the difference between the profit to distribute amounting to 30,823,278 lei and other reserves provided by the law, worth 10,763,873 lei. Dividends are distributed as follows:
  - Ministry of Health (53.0173%) 10,634,950 LEI
  - Other legal entities and individuals (46.9827%) 9,424,455 LEI

The gross dividend per share for the financial year 2019 is 0.029879738 LEI.

The payment of the dividends for 2019 will be made starting with 21.09.2020, as per the legal provisions in force.

Consistent with our policies concerning the increase of the turnover, the reduction of costs and bringing of new products to market at more affordable prices that will lead to savings for both the population and the state budget, we continue to pay special attention to the Investment Program for the current period and especially for the Investment Program in 2020.

**GENERAL MANAGER**  
Ec. Ioan NANI

**FINANCIAL DIRECTOR**  
Ec. Paula COMAN