

## I.2. Approving net profit distribution on 2020, 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.2/16.09.2020, concerning the approval of the rectified 2020 Income & Expenditure Budget.
2. The accounting profit of 26,388,049 LEI relative to fiscal year 2020 was distributed as follows:

Destination	Amount(lei)
<b>Profit to distribute:</b>	<b>26,388,049</b>
- legal reserve	0
- other reserves from profit according to the law	24,168,397
dividends, of which:	2,219,652
- dividends due to the main shareholder	1,176,799
- dividends due to other legal and natural persons	1,042,853

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 representing profit tax exemptions and other allocations provided by law 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 14,452,190 LEI;
  - 7.000.410 lei other allocations provided by law, according to art. 1, letter c) of GO no. 64/2001 representing losses from the distribution of the profit for which an exemption was granted between 2015-2016;
  - Tax incentives for development and research activities according to art. 20 of the Tax Code in the amount of 2,715,797 LEI;**TOTAL = 24,168,397 LEI.**
5. Total dividends amounting to 2,219,652 lei, represent the difference between the profit to distribute amounting to **26,388,049** lei and other reserves provided by the law, worth 24,168,397 lei. Dividends are distributed as follows:
  - Ministry of Health (53.0173%) 1,176,799 LEI
  - Other legal entities and individuals (46.9827%) 1,042,853 LEI

The gross dividend per share for the financial year 2020 is 0.00330631 LEI.

The payment of the dividends for 2020 will be made starting with 20.09.2021, as per the legal provisions in force.

We mention that the dividend payment value is calculated by rounding to two decimal places.

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 2021.

**GENERAL MANAGER**  
Ec. Ioan NANI

**FINANCIAL DIRECTOR**  
Ec. Paula COMAN