

## I.2. Approving net profit distribution on 2018, 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.1/05.03.2018, concerning the approval of the budget of income and expenses on 2018.
2. The accounting profit of 33,558,354 LEI relative to fiscal year 2018 was distributed as follows:

Destination	Amount(lei)
<b>Profit to distribute:</b>	<b>34,303,788</b>
- legal reserve	0
- other reserves from profit according to the law	27,596,110
dividends, of which:	6,707,678
– dividends due to the main shareholder	3,556,228
– dividends due to other legal and natural persons	3,151,450

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 23,537,290 LEI;
  - Tax incentives for development and research activities according to art. 20 of the Tax Code in the amount of 2,964,082 LEI;
  - 1,094,738 lei standing for other types of distribution as per art. 1 from GO no. 64/2001.**TOTAL = 27,596,110 LEI.**
5. Total dividends amounting to 6,707,678 lei, represent the difference between the profit to distribute amounting to 34,303,788 lei and other reserves provided by the law, worth 27,596,110 lei. Dividends are distributed as follows:
  - Ministry of Health (53.0173 %) 3,556,228 LEI
  - Other legal entities and individuals (46.9827%) 3,151,450 LEI

The gross dividend per share for the financial year 2018 is 0.009991506 LEI.

The payment of the dividends for 2018 will be made starting with 20.09.2019, 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 2019.

**GENERAL MANAGER**  
Ec. Ioan NANI

**FINANCIAL DIRECTOR**  
Ec. Paula COMAN