

<< **Translation from Romanian** >>

Biofarm output number: 299/23.03.2020

CURRENT REPORT
According to F.S.A. Regulations no. 5/2018
Report date: 23.03.2020

Name of the commercial company: BIOFARM S.A.

Registered office: Bucharest, no. 99 Logofatul Tautu Street, 3rd City District

Telephone no.: 021/301.06.87

Fax no.: 021/316.52.48

Website: www.biofarm.ro

Tax registration number: RO 341563

Order no. with the Trade Register: J40/199/1991

Fully paid-up share capital: 98.537.535 lei

The market on which company securities are traded – Bucharest Stock Exchange, BIO symbol

Important event to report:

The Board of Directors of Biofarm S.A. gathered on 23.03.2020, decided the convening of the **Ordinary General Meeting of Shareholders on 28.04.2020 (the second convening being on 29.04.2020) at 12 o'clock p.m.**, at the company office of Bucharest, str. Logofatul Tautu nr. 99, sector 3, **with the following items on the agenda:**

1. Approval of the election, on the basis of Article 129 of Law 31/1990 of the companies republished, of a secretariat for the Ordinary General Meeting of Shareholders.
2. Approval of individual financial statements for the year concluded on 31 December 2019 drafted in compliance with IFRS adopted by the European Union, based on the reports presented by the Board of Directors and by the financial auditor.
3. Approval of the discharge from administration for 2019.
4. Approval of the net profit distribution realised in 2019 and the **gross dividend of lei 0.021 per share.**
5. Approval of dividends distribution starting with **03.09.2020, which is the payment date** - in compliance with the provisions of Art. 86 (2) of Law No. 24/2017 and Art. 178 (2) from the FSA Regulation No. 5/2018, shareholders bearing the distribution expenses, as well as setting the deadline for keeping the dividends at the shareholders' disposal.
6. Empowerment of the Board of Directors to choose the payment agent and to establish the dividends distribution procedure, in compliance with the legal provisions in force.
7. Approval of the income and expenses budget on 2020.
8. Approval of a net budget of maximum 1% from the operating profit to reward the members of the Board of Directors for meeting the budget of 2020, as well as the approval of delegation to the B.D. of the competence to allocate the amounts.
9. Approval of the management and investment program on 2020.
10. Approval of registration to the "Retained earnings" of the amount of lei 749,503 representing dividends not picked up by shareholders for the financial year of 2015.
11. Appointing the external financial auditor and establishing the minimum duration of its contract, following the expiry of the external financial auditor contract.
12. The empowerment of the Board of Directors to identify new opportunities to develop the company by the purchase of local pharmaceutical companies or of local brands that would lead to the increase of the market share and the development of the portfolio of products of Biofarm and/or international pharmaceutical companies for the company development internationally.



- 13.** Approval of the transfer of the amount of lei 78,563,960 from "Other reserves" in "Retained earnings".
- 14.** Approval of the date of **14.08.2020 as the registration date** in compliance with the provisions of Art. 86 (1) of Law No. 24/2017.
- 15.** Approval of the date of **13.08.2020 as ex date** in compliance with the provisions of Art. 176 (1) from the FSA Regulation No. 5/2018 and Art. 2 (2) letter I from the FSA Regulation No. 5/2018.
- 16.** Approval of the mandating of Mr Andrei Hrebenciuc – Chairman of the Board of Directors for signing all documents issued following the Ordinary General Meeting of Shareholders.

The company is to publish in full the convening.

B.D. CHAIRMAN

Andrei HREBENCIUC

