

In line with the dividend policy and the shareholder's manual, we propose to capitalize the issue premiums and increase the capital by distributing free shares.

This approach allows on the one hand the continuous strengthening of the company's financial situation and allows shareholders a greater 'atomicity' of holdings.

In all the fiscal years since our listing, we have adopted this approach. As long as the company can have a higher growth rate than the market average, it is more efficient for the cash resources produced by the company to be reinvested, because in this way, the shareholders will register a higher increase in the value of their investment.

Using as the source for this increase the issue premiums from previous years from which we can obtain a free share distribution ratio of 6:10 compared to the shares held on the date of registration.

At the same time, if, until the Registration Date, the capital increase operations decided by the Company by the Board Decision no. 7 / 18.08.2020 and the Board Decision no. 10 / 17.12.2020 will not be registered, the Board of Directors will decide accordingly how to implement this decision, including, as appropriate, to decide to increase the allocation rate of free shares , or reducing the total number of shares distributed or any other technical solution agreed with the competent authorities on the Romanian capital market.

