

Free translation from Romanian

**To: Bucharest Stock Exchange
ASF (Financial Supervisory Authority)
Financial Instruments and Investments Sector**

CURRENT REPORT

Report date: 14.09.2017

In compliance with:

- CNVM Regulation no. 1/2006 on issuers and operations with securities
- Law no. 297/2004 on the capital market
- Law no. 24/2017 on the issuers

Entity name: S.C. ELECTROMAGNETICA S.A.

Address: 266-268 CALEA RAHOVEI Street, District 5, BUCHAREST

Telephone: 404.21.02; 404.21.08 FAX: 404.21.95; 404.21.94

Trade Register registration no.: J 40/19/1991

Unique code of registration: 414118

Share capital subscribed and paid up: 67 603 870.4 Lei

The regulated market where the issued securities are traded: Premium Tier, BSE

Important events to be reported:

Extraordinary General Meeting of Electromagnetica Shareholders on September 14, 2017.

Please find attached the Resolution of EGMS convened on September 14, 2017 10:00 a.m.

Sincerely,

Eugen Scheusan
General Manager

RESOLUTION OF THE EXTRAORDINARY GENERAL MEETING OF ELECTROMAGNETICA SHAREHOLDERS OF 14.09.2017

The Extraordinary General Meeting of Shareholders of ELECTROMAGNETICA S.A., having the registered office at 266-268 Calea Rahovei, District 5, Bucharest, registered with the Trade Register Office attached to the Bucharest Court under No. J40/19/1991, Sole Registration Code 414118, called on to the company's headquarters on 14.09.2017 and 15.09.2017, as to the reference date 31 August 2017, pursuant to the publication in the Official Gazette of Romania Part IV, No. 2800/09.08.2017 and the journal "Romania Libera" of 09.08.2017, in the session as of 14 September 2017, legally convened, in which a number of shareholders participated that represented 58,5909 % of the Company's share capital, corresponding to 396.097.135 shares at a par value of Lei 0.10 /share, of which 29,6289 % of the Company's share capital (corresponding to 200.302.763 shares) represented votes by correspondence, by virtue of the rights granted under the law and the Company's Memorandum of Association, hereby

RESOLVES AS FOLLOWS:

1. **The 1st issue on the agenda** („Amendment of the first paragraph of the point 16.1 of the art 16 of the company's articles of incorporation, that will read as follows:

“16.1. The trading company is managed in a unitary system, by a board of directors composed of 7 directors, temporary and revocable, elected by the general meeting of shareholders, majority of the members of the board of directors being non-executive directors (that were not appointed managers), elected for a 4-year period”

This agenda item was approved by 375.097.135 votes *For* (94,7%) and 21.000.000 votes *Abstentions* (5,3%).

2. **The 2nd issue on the agenda** („Acknowledgement of the resignation of Mrs. Bucur Vasilica from the position of the member of the Board of Directors as of September 1st, 2017, ascertaining the termination of the mandate from the position of director of Mr. Vlad Florea as of July 14, 2017 following his demise, ascertaining the termination by law of the mandate from the position of temporary director of Mr. Balmus Dumitru on the date of this meeting”)

This agenda item was unanimously approved.

3. **The 3rd issue on the agenda** („Approval the fulfillment of the formalities of deletion from the records of the Trade Register Office attached to the Bucharest Court of Law, from the positions of directors (Mrs. Bucur Vasilica and Mr. Vlad Florea), respectively of temporary director (Mr. Balmus Dumitru), as a result of resignation, demise, respective termination by law”)

This agenda item was unanimously approved.

4. The 4th issue on the agenda

4.1 *„In relation to the decisions adopted at the previous points, acknowledgement of the fact that the new structure of the Board of Directors is made up of 7 members, who will continue the current mandate until October 18, 2019, respectively: Calitoiu Elena, Hodea Cristina Ioana Rodica, Macovei Octavian, Scheusan Eugen, Stancu Traian, Stancu Ioan, Sichigea Elena.”*

This agenda item was unanimously approved.

4.2. *The company's directors as well as the managers to whom tasks from the Board of Directors were assigned, will benefit of legal assistance and representation from the company or such legal assistance and representation will be paid by the company for their own legal protection in any kind of litigations (civil, commercial, contentious administrative, penal) arising from or resulting from / or in connection with exercising of their mandate, except for the cases that stay at the basis of the conflict of interests (contrary interests) between them and the company.*

The company's directors as well as the managers to whom tasks from the Board of Directors were assigned will decide in respect of the defender who will represent their interest, the company being bound to undertake fully the expenses incurred during such phases of the legal proceedings. Any expense that might be possibly gained by the director /manager in the damage of the adverse party will be returned by them to the company within 15 calendar days since collection.

The director / manager will be the beneficiary of this provision also for any litigation initiated against it for a 5-year period since the date of termination of the mandate agreement that is related to the deeds and facts arising from the mandate exercising.

This agenda item was approved by 393.796.157 votes *For* (99.42%) and 2.300.978 votes *Abstentions* (0,58%), in accordance with Article 126, paragraph (1) of the Law 31/1990.

5. The 5th issue on the agenda (“Conclusion of an addendum to the company's articles of incorporation taking into account the issued approved above”), respectively the point 16.1 of the art 16 will be amended as follows:

„16.1. The trading company is managed in a unitary system, by a board of directors composed of 7 directors, temporary and revocable, elected by the general meeting of shareholders, majority of the members of the board of directors being non-executive directors (that were not appointed managers), elected for a 4-year period.

The directors of ELECTROMAGNETICA SA, with mandate until October 18, 2019, are:

- **SCHEUSAN EUGEN**, personal identification number [REDACTED], Romanian citizen, residing in Bucharest, str. [REDACTED] no. [REDACTED], sector 5, born on May 14, 1954 in Bucharest

- Municipality, son of Gheorghe (father) and Mariana (mama), owner of the identity card series RX no. 760432 /05.08.2015 issued by SPCEP Sector 5 - mandate until October 18, 2019, having 431,442,170 "Affirmative" votes (98.8477%);
- **MACOVEI OCTAVIAN**, personal identification number [REDACTED], Romanian citizen, son of Ioan (father) and Domnica (mama), born in Geoagiu Town, Hunedoara County, residing in Bucharest, str [REDACTED] no. [REDACTED], sector 5, owner of the identity card series DP no. 127649/10.01.2008 issued by I.N.E.P – mandate until October 18, 2019, having 429,736,638 "Affirmative" votes (98.4569%);
 - **-STANCU TRAIAN**, personal identification number [REDACTED], Romanian citizen, residing in Bucharest, str [REDACTED] no. [REDACTED], sector 2, born on March 23, 1953 in Licuriciu Commune. Teleorman County, son of Ganea (father) and Elena (mama), owner of the identity card series VP no. 000035/20.12.2011 issued by DEPABD- mandate until October 18, 2019, having 430,139,628 "Affirmative" votes (98.5492%);
 - **STANCU IOAN**, personal identification number [REDACTED], Romanian citizen, residing in Popesti – Leordeni Town, str. [REDACTED] nr [REDACTED], Ilfov County, born on November 20, 1950 in Popesti Leordeni, Ilfov County, son of Pavel (father) and Caterina (mama), owner of the identity book series IF no. 150079/07.06.2007 issued by SPCLEP Jilava – mandate until October 18, 2019, having 429,313,265 "Affirmative" votes 98.3599%);
 - **HODEA CRISTINA-IOANA-RODICA**, Romanian citizen, personal identification number [REDACTED], born on November 16, 1963 in Negresti Town, Satu Mare County, daughter of Ioan (father) and Lucia (mama), residing in Bucharest, sos [REDACTED] nr [REDACTED], bl. [REDACTED], sc [REDACTED], et [REDACTED] ap. [REDACTED], sector 2, owner of the identity card series RR no. 849560 / 16.11.2011, issued by SPCLEP Sector 2 – with mandate as of April 21, 2016 and until October 18, 2019, having 461,547,260 "Affirmative" votes"(99.9960%);
 - **SICHIGEA ELENA**, Romanian citizen, personal identification number [REDACTED], born on October 21, 1955 in Draghiceni Commune, Olt County, residing in Craiova Municipality, str [REDACTED] no. [REDACTED], Dolj County, owner of the identity card series DX no. 745070/10.12.2010, issued by SPCJEP Dolj – mandate until October 18, 2019, having 421,925,244 "Affirmative" votes (96.6672%);
 - **CALITOIU ELENA**, Romanian citizen, personal identification number [REDACTED], born on March 30, 1963 in Sinaia Town, Prahova County, residing in Craiova Municipality, str [REDACTED] nr [REDACTED], Dolj County, owner of the identity card series DX no. 899754/08.01.2013, issued by SPCLEP Craiova – mandate until 18.10.2019, having 421.578.585 "Affirmative" votes (96.5878%);"

This agenda item was unanimously approved.

6. **The 6th issue on the agenda** (*“Approval for setting-up as security of some assets from the category of fixed assets of the company, of which value does not exceed, individually or cumulated (during each financial year between 2017 - 2021), 40% of the total fixed assets, less the receivables, by authorizing the Board of Directors to conclude the related legal documents”*)

This agenda item was unanimously approved.

7. **The 7th issue on the agenda** (*„Approval of the date of October 5, 2017 as the date of registration for the identification of the shareholders over whom will fall the effects of the decisions of EGMS.”*)

This agenda item was unanimously approved.

8. **The 8th issue on the agenda** (*„Authorization of Mr. Eugen Scheusan – President of the Board of Directors, with possibility of substitution for: i) signing the addendum and updated articles of incorporation ii) concluding and / or signing, on behalf of the company and / or of the company’s shareholders of the decision of this GEMS, of any and all decisions, documents, applications, forms and applications adopted / drawn out for their purpose or for accomplishing the decisions of this GEMS in relation with any individual or legal entity, whether private or public, and for iii) carrying out all the legal formalities for registration, binding nature, fulfillment and publication of the adopted decisions”*).

This agenda item was unanimously approved.

President

Eugen Scheusan

Secretariat of EGMS:

Daniela Cucu

Monica Stanila

Cosmin Raduta