

Translation from Romanian

ELECTROARGEȘ S.A.

ARGIS CURTEA DE ARGEȘ, str. Albești, nr. 12, Județ Argeș, ROMANIA

Tel. 0248724000, fax 0248724004

Share capital 6,976,465.00 lei, subscribed and fully paid; nominal value per share 0.10 lei.

Registered in Argeș Trade Register with No. J03/758/1991;

Tax Code: 156027.

**FOR THE ATTENTION OF
THE FINANCIAL REGULATOR -
THE FINANCIAL INSTRUMENTS AND INVESTMENT SECTOR**

Issuers, Monitoring and Market Abuse Department

Fax: 021 6596051/6596436

Current report in accordance with: Law 24/2017 on the issuers of financial instruments and market operations and ASF Regulation no. 5/2018 on the issuers of financial instruments and market operations

Report date: 05.07.2019

Issuer's name: ELECTROARGES SA, BVB code: elgs

Registered office: Curtea de Arges, str. Albești, nr. 12, jud. Argeș

Telephone/fax number: 0248724000/0248724004

Trade Register Registration Code: RO156027

Trade Register Registration Number: J03/758/1991

Share capital subscribed and paid: 6,976,465.00 lei

Regulated Market trading the issued securities: BVB (Bucharest Stock Exchange) - main market, standard category

Important events to report in accordance with: Law 24/2017 on the issuers of financial instruments and market operations and ASF Regulation no. 5/2018 on the issuers of financial instruments and market operations:

Taking into account **the program of capitalization of all Electroargeș SA holdings on the capital market** and/or unlisted shares, in view of their very low profitability, and **the Electroargeș SA investment program for 2019 in machinery, equipment and buildings, of more than 5,000,000 Euro;**

Electroargeş S.A. Board of Directors informs shareholders and potential investors that over the past four months, Electroargeş S.A. has sold:

- the 98.41% holding of the Mercur S.A share capital;
- 42.16% holdings of the Brainconf S.A. share capital, the sale being at least the purchase price.

**CHAIRMAN
BOARD OF DIRECTORS,
CONSTANTIN ŞTEFAN**