

Translation from Romanian

ELECTROARGEȘ SA

CURTEA DE ARGESȘ, str. Albești, nr. 12, Județ Argeș, ROMANIA

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

I. THE FINANCIAL REGULATOR -

THE FINANCIAL INSTRUMENTS AND INVESTMENT SECTOR

Fax: 021 6596051 / 6596436; and

II. B.V.B. SA BUCUREȘTI – AeRO Premium Market

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: 01.02.2021

Issuer's name: ELECTROARGES SA, BSE 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: BSE – main market, standard category

Electroarges SA informs the shareholders and potential investors that **today, on 01.02.2021, no general meeting of shareholders was held at the headquarters of Electroarges SA, due to the impediments mentioned in the company's Current Reports of 27.01.2021 and 28.01.2021, published on the BSE website, ELGS page.**

We mention that the shareholder Tudor Dumitru presented himself to the company, and, although he was once again informed of the impossibility of holding the OGMS, and preventively was not allowed on the premises of Electroarges headquarters, he continued to insist on claiming to own an enforceable court decision that would authorize him to carry out the procedures for holding the OGMS, although it is obvious that he does not have such an authorization.

In this sense, together with other persons (i.e. the shareholder Balac Gheorghe), he went through in an absolutely inappropriate way, in a place unrelated to the company's headquarters, his own steps, without legal basis, he wrote **various documents, claiming that he had gone through legal proceedings regarding the OGMS**. In reality, this meeting did not take place, lacking the enforceable authorization of the court.

Moreover, Tudor Dumitru, although claiming to hold a general meeting, did not follow and completely ignored the procedures and legal provisions governing the conduct of the OGMS.

In order to eliminate any discussions and interpretations, **we mention that Electroarges did not adopt any OGMS decision on 01.02.2021, and that the shareholder Tudor Dumitru, insofar as it will invoke various documents claiming the adoption of OGMS decisions on 01.02.2021, they are prepared on his own behalf, and not on behalf of Electroarges, and do not represent the will of the shareholders. At present, Electroarges is not aware of the content of the documents prepared by Tudor Dumitru, as they were not presented to us.**

We mention that this situation is not singular, becoming a practice of some of the shareholders, who **falsely claim to adopt OGMS decisions regarding Electroarges**, in order to gain fair control over this company, although they are not actually adopted, and do not belong to the company.

We remind you of the Sentence of the Arges Specialized Court no. 185 / CC of 28.10.2020 (Annex 1) which found a previous step, similar to the steps of the shareholder Tudor Dumitru, through which **the shareholder Balac Gheorghe (part of the "Chelu" group)**, which holds a number of 15 company shares, also present on 01.02.2021 at the request of Tudor Dumitru, **he falsely adopted, on 05.08.2020, without holding any quality in the Electroarges executive, and without an OGMS convocation, an OGMS decision regarding Electroarges.**

In this sense, **it is obvious that the decisions adopted without connection with Electroarges, and in false, claiming authorizations and non-existent qualities, cannot produce legal effects, and do not oblige Electroarges at all.**

Given the seriousness of the steps taken, we mention that Electroarges analyzes the opportunity to bring liability (criminal, civil) to all persons involved (shareholder Tudor Dumitru, shareholder Balac Gheorghe), insofar as they will falsely insist that they have qualities and authorizations on which in fact they do not have, the steps to attract criminal and civil liability against Mr. Balac Gheorghe being already initiated.

This report was issued by Electroarges in order to prevent and eliminate any confusion that could appear regarding the steps taken on 01.02.2021 by the shareholder Tudor Dumitru.

We attach, in order to correctly and completely inform the investors, the Sentence of the Specialized Arges Court no. 185 / C-C of 28.10.2020 (Annex 1).

CHAIRMAN OF THE BOARD OF DIRECTORS,

CONSTANTIN STEFAN