

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

## CURRENT REPORT

**Report date: 21.03.2018**

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 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 Category, BVB

Important events to be reported:

Board of Directors submits the following proposals to the Ordinary General Meeting of Shareholders:

1. non dividend distribution;
2. full coverage of the accounting loss of LEI 15,370,332 recorded as of 31 December 2017 by using the amount of the statutory reserve resulting from the adjustment for inflation as we switch to IFRS:

Account 1061001 Adjustment for inflation – statutory reserves  
(IAS 29)

Managing Director,  
Eugen Scheusan