

Procedure of distribution of dividends granted by Electromagnetica SA for the financial year 2018

1. General provisions for the distribution of dividends

According to the Decision of the Ordinary General Meeting of Shareholders (OGMS) of 22 April 2019, the dividends for the financial year 2018 are in gross value of 0.004 lei / share and the **Payment date is 3 June 2019**.

Shareholders entitled to receive dividends, in proportion to the share in the subscribed and paid-up share capital, are only those shareholders registered on 15 May 2019 in the shareholders' registry provided by Depozitarul Central SA (established as "*Registration Date*" by the Decision of OGMS of 22 April 2019)

Dividends are paid in RON

The dividend tax will be withheld at the source by the Issuer, where applicable, in accordance with the legal regulations in force on the Payment Date. If shareholders consider themselves exempted from tax in accordance with the applicable legal regulations, it will send to the Issuer the documents proving the applicability of those legal provisions.

Their distribution will be made exclusively through Depozitarul Central (DC) between **3 June and 29 November 2019** to shareholders registered in the Shareholders' Register on the **Registration date 15 May 2019**.

The tax will be withheld at the source, except for the shareholders presenting within the timeframe provided by the present procedure the supporting documents for the deduction of a reduced tax rate. In support of shareholders who wish to postpone the dividend payment date to obtain the necessary documents for the application of a more advantageous dividend tax, we have set as the **Deferred Payment Date 20 November 2019**.

Dividends will be distributed to shareholders as of 3 June 2019, through Depozitarul Central SA ("*Depozitarul Central*") and to the participants in the Clearing-Settlement and the register of Depozitarul Central SA ("*Participants*", intermediaries in accordance with Article 2 paragraph 1, point 20 of Law No 24/2017, which concluded a contract for participation in the system of Depozitarul Central).

The requests for dividends to be transferred to the bank account will be transmitted or deposited until 20 May 2019 at the headquarters of Depozitarul Central SA (Bucharest, sector 2, Bd Carol I nr 34-36, et 3, 8,9), these requests containing the email and / or telephone number where shareholders may be contacted in the event that clarification is required.

Payment of dividends will be made by Depozitarul Central SA by bank transfer starting with 3 June 2019, after receipt and verification of the documentation.

Shareholders being individuals who are not represented by the Participants, who will not submit applications for payment of dividends to the bank account until 20 May 2019 or whose applications are not complete/filled in by 20 May 2019, will be able to collect their dividends from the counters of the Paying Agent.

Where shareholders being natural or legal persons send dividend payment requests.

the Paying Agent designated by the Issuer is **CEC BANK SA**, having its headquarters in Bucharest, Calea Victoriei nr 13, sector 3.

2. Payment Methods

2.1. Shareholders, being natural persons, legal entities or other entities that are clients of intermediaries, Participants in the clearing-settlement system and register, hereinafter referred to as "*Participants*" (i.e. brokers, banks and custodian banks) will receive the dividends due to the shares in their account (Section 2 and 3 of the Register) following the bank transfer made by the Depozitarul Central in the account of the Participants on the **Payment Date**.

2.2. Shareholders not represented by the Participants will be able to collect the dividends due to the shares listed in Section 1 of the Registry either by payment of cash at the counters of the Paying Agent, or by bank transfer to their personal account, made by the Depozitarul Central upon request, **between 3 June 2019 and 29 November 2019**. Shareholders who have ended between the registration date and the payment date contractual relations with the intermediaries, must notify Depozitarul Central about this information. Shareholders who have shares in both sections 2 and 3 of the register (at intermediaries) and in section 1 of the register will collect the dividends distinctly, corresponding to the amount of shares in each section of the register.

2.3. Shareholders wishing to benefit from more favourable tax provisions (non-residents from countries with which Romania has entered into double taxation conventions, pension funds, significant shareholders with holdings of more than one year) must submit to Electromagnetica the supporting documents up to date **20 May 2019** or, in the case of shareholders who have opted for postponement of the payment, until **1 November 2019**. The supporting documents can be transmitted from Monday to Friday between 7:00 a.m. - 3:00 p.m. in original or legalized copy together with contact details for possible clarifications on the documents in question. Documents submitted in a foreign language will be accompanied by legalized translation into Romanian, and if issued by a foreign authority, they must be apostilled or legalized, as the case may be.

The Issuer is not responsible for the failure to apply the tax treatment mentioned above, unless the requested documentation and / or clarifications have been submitted within that period.

With the exception of the expenses incurred by the payment of dividends to Depozitarul Central SA, which will be borne by the Issuer, the costs related to the collection of dividends by shareholders regardless of the way of payment will be borne by the shareholders from the net dividend value.

3. Notification of shareholders

In order to inform the shareholders about the payment of dividends, a Press Release will be issued, which will be published in a national newspaper, on the company's website, communicated to BVB, DC and ASF. The announcement of shareholders regarding the distribution procedure (the payment period, the payment methods and the necessary documents) will be correlated with the provisions of the contract signed by the company with Depozitarul Central.

4. main operations, deadlines and responsible persons

Term	Operation	Responsible person
10.05.2019	Transmission of order form to Depozitarul Central SA	Radu Dragne Daniel Rugina
13.05.2019	Publication of the announcement regarding the distribution of dividends for 2019 on the company's website, to the press and communication to BSE and ASF	Radu Dragne Daniel Rugina
15.05.2019	Sending the request for a consolidated register on the registration date.	Radu Dragne Daniel Rugina
20.05.2019	Taking over registry files (with personal number) at the registration date.	Radu Dragne Daniel Rugina
20.05.2019	Drawing up the list of shareholders for whom an attachment is made and updating of the amounts to be retained	Maria Barbulescu
20.05.2019	Conclusion of the distribution contract with Depozitarul Central	Cristina Florea Daniela Cucu
21.05.2019	Collection and checking of requests for calculating and withholding a reduced tax rate on dividends, namely the change in the payment file of the related tax rates	Radu Dragne Daniel Rugina
24.05.2019	Distinct highlighting of the shareholder's payment file. Distinct emphasis of shareholders who opted for payment at Deferred Payment Date	Radu Dragne Daniel Rugina Mihai Sanda Maria Barbulescu
24.05.2019	Verification and endorsement of the final list for share holdings, personal data, calculation of payment amounts, taxes and commissions.	Radu Dragne Daniel Rugina Mihai Sanda Maria Barbulescu
27.05.2019	Drawing up the list of payment of dividends for 2018.	Radu Dragne Daniel Rugina
27.05.2019	Sending to DC file with the final dividend payment list	Radu Dragne Daniel Rugina Mihai Sanda
29.05.2019	Depositing in the DC's account the cash amounts to pay dividends in cash (minimum 25%)	Maria Barbulescu
29.05.2019	Transfer to the DC's account of the sums of money for payment of dividends by bank transfer	Maria Barbulescu
03.06.2019	Starting DC payments	Radu Dragne Daniel Rugina
03-06-2019 – 29.11.2019	Transfer to DC of the amounts necessary to maintain the minimum level of 15% of remaining unpaid dividends	Maria Barbulescu
20.05.2019 – 01.11.2019	Collection, verification and validation of requests to apply other tax rates to shareholders who have requested the postponement of the payment date	Radu Dragne Daniel Rugina Mihai Sanda Maria Barbulescu
20.05.2015 – 01.11.2015	Transmission of up-to-date files to DC with recalculated tax rates and money transfer for deferred dividends.	Radu Dragne Daniel Rugina Mihai Sanda Maria Barbulescu
18.11.2019	Transferring to the DC account the remainder of the payment of dividends on the date of deferred payment	Maria Barbulescu
The 6 th day of the following month	Downloading electronic reports from the on-line application with monthly payments made through DC and sending to the Financial Office for payment of dividend tax	Radu Dragne Daniel Rugina Mihai Sanda
The 25 th day of the following month	Statement and transfer of dividend tax for the previous month	Maria Barbulescu
Permanent	Shareholder information	Radu Dragne Daniel Rugina Mihai Sanda

Term	Operation	Responsible person
29.11.2019	Termination of payments	Radu Dragne Daniel Rugina Mihai Sanda
16.12.2019	Settlement with DC	Radu Dragne Daniel Rugina Mihai Sanda
16.12.2019	Withdrawal from DC of undistributed amounts	Radu Dragne Daniel Rugina Mihai Sanda Maria Barbulescu
20.12.2019	Drawing up and checking the final statements on distributed and undistributed dividends.	Radu Dragne Daniel Rugina Mihai Sanda Maria Barbulescu
20.01.2020	Archiving of correspondence with shareholders, correspondence with DC, requests for the application of other tax rates.	Radu Dragne Daniel Rugina Mihai Sanda
20.01.2020	Drawing up a synthesis report to the management regarding the dividend payment result	Radu Dragne Daniel Rugina Mihai Sanda
Legal term	Payment of the tax on non-collected dividends and annual tax returns	Maria Barbulescu

5. Drawing up the payment list.

For all shareholders registered in the Shareholders' Register on the registration date of 15 May 2019, the tax and distribution fees will be taken into account depending on the payment method. The tax will be recalculated according to the legal norms in force, upon request, based on the documents submitted by the shareholders (tax residence certificates, etc.). The amounts will be gross and net (after tax). For shareholders for whom Electromagnetica has received attachment notices, the dividends will be wholly or partially retained, up to the convergence of the forfeited amount. The final payment lists, after being verified by the financial office, will be transmitted with the extended electronic signature to Depozitarul Central in the format requested by the latter. Throughout the payment period, as shareholders who have opted for the deferral of the payment of dividends submit the supporting documents, after validating the requests for recalculation of the dividend tax, the payment lists will be prepared and transmitted to Depozitarul Central.

6. Documents required to pay dividends

6.1. Payment of dividends to **shareholders who have a contract with an intermediary** (SSIF, Bank or Custodian Bank that is a Participant to the clearing, settlement system and register) is made on the intermediary's account without submission of any additional documents.

6.2. Documents required for cash payment at the offices of CEC BANK SA of dividends due to shareholders who do not have an account opened with an intermediary (SSIF, Bank or Custodian Bank)

Resident individuals who will come in person to the counter, will be paid the money sums on the basis of their ID with their personal identification code (C.N.P.).

Non-resident individuals who will come in person to the counter, will be paid the money on the basis of the passport whose number and number must correspond to those in the Depozitar's evidence.

In the case of **individuals under the age of 14**, the payment of the money will be made to the relevant legal representative - the tutor / parent of the minor based on the following documents: the shareholder's birth certificate that must have the personal identification number mentioned thereon + 1 photocopy certified as true to the original (the photocopy is retained), the legal act establishing guardianship for the guardian who is not one of the parents + 1 photocopy certified as true to the original (the photocopy is retained) and the tutor / parent identity document + 1 photocopy certified as true to the original (the photocopy is retained).

In the case of **individuals having established curatorship**, the payment of the sums of money will be made through the curator of the respective person, on the basis of the following documents: the identity document of the shareholder who must have the personal number registered thereon + 1 photocopy certified as true to the original (the photocopy is retained), legal act establishing the curatorship+ 1 photocopy certified as true to the original (the photocopy is retained) and the identity document of the curator + 1 photocopy certified as true to the original (the photocopy is retained).

In the case of **individuals who mandate another person for this purpose**, the payment of the money amounts will be made to the proxy of the respective person, on the basis of the following documents: the special power of attorney authenticated by the notary which includes the power to collect the amounts of money issued during the year in which the payment is effected + 1 photocopy certified as true to the original (the photocopy is retained) and the identity document of the proxy + 1 photocopy certified as true to the original (the photocopy is retained).

Documents submitted in a foreign language will be accompanied by legalized translation into Romanian and if issued by a foreign authority, they must be apostilled or legalized, as the case may be.

6.3. Documents required for payment by bank transfer of dividends due to shareholders who do not have an account with an intermediary (SSIF, bank or custodian).

For payment by bank transfer, shareholders without a contract with an intermediary (SSIF, Bank or Custodian Bank) must submit to Depozitarul Central IBAN Code Collection Form (available at www.depozitarulcentral.ro) accompanied by:

For individuals

- a copy of the valid identity document in which the personal identification number is legible - certified by the holder "true to the original"
- an account statement or a document issued by the bank (signed and stamped) confirming the existence of the account on the name of the holder of the financial instrument, with the specification of the IBAN, in original;
- copy of the documents certifying the quality of the signatory of the application for legal or conventional representative, if applicable – certified by the holder "true to the original";

For legal entities

- copy of the registration certificate – certified by the holder "true to the original";

- copy of the document certifying the status of legal representative of the company (good-standing certificate issued by the trade register / equivalent entity - for the foreign entities) – certified by the holder „true to the original”;
- a copy of the documents certifying the status of a conventional representative of the application's signatory, if applicable – certified by the holder „true to the original”;
- an account statement or a document issued by the bank (signed and stamped) confirming the existence of the account on the name of the holder - legal person, with the specification of the IBAN code, in original;

Documents submitted in a foreign language will be accompanied by legalized translation into Romanian and if issued by a foreign authority, they must be apostilled or legalized, as the case may be.

The IBAN code collection forms will be sent to the address: **Depozitarul Central SA – Bucharest, Bd. Carol I nr. 34 - 36, sector 2 or will be deposited at the headquarters of Depozitarul Central.**

Applications may be submitted at any time until 1 November 2019. After consideration of the request of payment by transfer, Depozitarul Central will restrict the payment of such dividends in cash at the bank's counters.

6.4. Documents required to apply a reduced rate of dividend tax

Requests and supporting documents for the application of a reduced rate of dividend tax will be sent to the Legal Office at the following address: Electromagnetica SA, Calea Rahovei nr 266-268, Sector 5, Bucharest, post code 050912 or at the fax no 021 404 2195. Only applications accompanied by all the supporting documents required by law and received by 20 May 2019 at the latest and in the case of shareholders who have opted for the late payment of dividends, no later than 1 November 2019 will be taken into account.

7. Archiving of documents

The entire correspondence with the claims and complaints of the shareholders will be filed with the Legal Office. Dividend payment lists, periodical reports and final payment report will be filed with the financial office. Documents and files will be also archived electronically.

8. Confidentiality and observance of personal data

Individuals involved in the dividend payment process will take all measures to keep confidential the information held (shareholders' personal data, register, etc.) as well as personal data processing in compliance with EU Regulation 576/2018.

9. Payments of Cash Amounts by bank transfer to the account of the Holders Unrepresented by participant

9.1. Depozitarul Central will distribute money by bank transfer to Holders Unrepresented by participant that are registered in the File and specifically indicated by the Issuer as Holders for which the payment will be made by bank transfer, in which case Depozitarul Central will transfer the Money Amounts the bank account (IBAN) specified by the Issuer in the File as well as those who submit the documents mentioned in point 12.

9.2. If, in respect of the same Holder Unrepresented by participant there is information provided by the Issuer regarding the bank account (IBAN code) other than those collected by Depozitarul Central, Depozitarul Central will inform the Issuer and the Parties will cooperate to clarify the situation prior to the Date payment, as far as possible. If the correct IBAN code is not identified by the Payment Date, the respective Money amounts will be directed to the cash payment.

9.3. Based on the requests and the related documentation received from the Holder Unrepresented by participant as well as the information received from the Issuer in accordance with 9.1, Depozitarul Central informs the Issuer about the Amount of Money Requested to be paid by bank transfer.

9.4. The Issuer will ensure that the Distribution Account is fed so that the Money Amounts mentioned in 9.3 are available on the Payment Date, at 9.00 am at the latest.

9.5. On the Payment Date, Depozitarul Central will instruct bank transfer payments.

9.6. If the information on the bank account has been provided by the Issuer and a bank payment denial (such as a closed account) is received, the Issuer will be informed of this circumstance and the respective Cash amounts will be directed to cash payment.

9.7. If the bank account information has been collected by the Depozitarul and a bank payment denial (such as a closed account) is received, Depozitarul Central will inform the Holder Unrepresented by participant about this circumstance and the respective Amounts of Money will be directed to cash payment.

9.8. In the case of payments rejected by the bank, if the refusal is not due to the Issuer's fault, the corresponding fees will be borne by the shareholder.

9.9. In the event that there are Holders Unrepresented by participant who opt for the Payment of Money Amounts by bank transfer after the Payment Date by transmitting the documents referred to in item 12, Depozitarul Central will check whether the respective holders have collected the Money Amounts. In the event that Money Amounts have not been cashed, Depozitarul Central will block their payment in cash and within 3 days from the time of blocking will instruct you the bank transfer payment.

9.10. If the Issuing Agent designated by the Issuer offers this facility, the Money Amounts will be distributed by bank transfer directly by the Paying Agent and to those Holders Unrepresented by participant who were directed for cash payment and for which

Depozitarul Central does not have information about the bank account, but which expressly requests the Paying Agent to make the payment in this way, according to the internal procedures of the Paying Agent.

10. Cash payments

10.1. This service of payment of the amounts of money will be rendered through the counters of the Paying Agent, the Issuer not being liable for any malfunctions related to its operation, including, but not limited to, the actual number of counters, work schedule, etc.

10.2. The distribution of the amounts of money in cash will be made to Holders Unrepresented by Participant, individuals indicated in the File, except for those who opt for payment by bank transfer under the conditions set out in point 9, subject to the legal provisions on cash payments.

10.3. On the Payment Date, Depozitarul Central initiates the effective distribution of the Money Amounts to the Holders Unrepresented by Participant,

10.4. *Instructions for the payment of the amounts of money in cash, at the counter:*

a. Any payment made at the counter will be confirmed by the signature of the person who actually raises the Amounts of Money on the receipt for that payment.

b. In case that the Holders Unrepresented by Participant, resident individuals presenting themselves at the counter, the payment of the Money Amounts is made on the basis of the identity containing the personal identification number (C.N.P.). The identification of the Holders Unrepresented by Participant in the File will be made based on the information found on the field reserved for the personal identification number.

c. In case that the Holders Unrepresented by Participant, non-resident individuals who will come in person at the counter, the payment of the Money Amounts is based on the passport of which series and number must correspond to those from the File.

d. In case of Holders Unrepresented by Participant, individuals under the age of 14, payment of the Money Amount is made to the relevant legal representative - the tutor / parent of the minor based on the following documents: the birth certificate of the Holders Unrepresented by Participant that must contain the personal identification number thereon, + 1 photocopy certified as true to the original (the photocopy is retained), legal act establishing guardianship in the case of a guardian who is not one of the parents + 1 photocopy certified as true to the original (the photocopy is retained) and identity document of the guardian / parent + 1 photocopy certified as true to the original (the photocopy is retained).

e. In the case of the Holders Unrepresented by Participant, individuals having established the curatorship, the payment of the Amounts of Money is made through the curator of that person on the basis of the following documents: the identity document of the Holders Unrepresented by Participant that must contain the personal identification number thereon + 1 photocopy certified as true to the original (the photocopy is retained), legal act establishing the curatorship + 1 photocopy certified as true to the original (the photocopy is

retained) and identity document of the curator + 1 photocopy certified as true to the original (the photocopy is retained).

f. In case of the Holders Unrepresented by Participant, individuals who do not come in person to the counter but mandate another person in this respect, the payment of the Money Amounts shall be made to the person empowered on the basis of the following documents: the special power of attorney certified by the notary, comprising the empowerment for collection of the amounts of money, issued no more than three years prior to the date of the payment, unless the power of attorney has a term of validity longer than 3 years and is valid at the date of payment + 1 photocopy certified as true to the original (the photocopy is retained) and identity document of the proxy + 1 photocopy certified as true to the original (the photocopy is retained).

g. Documents submitted in a foreign language will be accompanied by a legalized translation into Romanian and if issued by a foreign authority, they must be apostilled or legalized, as the case may be.

10.5. *Exceptional situations*

The payment of the amounts of money at the counter will not be made in the following cases:

a) to Holders Unrepresented by Participant whose personal identification number from the documents showed at the counter does not match with the one recorded in the File, in such case they following to be guided to Depozitarul Central.

b) to the heirs of the deceased Holders Unrepresented by Participant recorded in the File. They will be guided to Depozitarul Central.

c) In any other exceptional situation, which does not fall within the above-mentioned situations, in which case the Holders Unrepresented by Participant will address the Depozitarul Central.

11. Payment in Participants' Accounts

11.1. Clients, except for those to whom the provisions relating to attachment are applicable (point 13) will receive the Amounts of Money in the Participants' account without submitting additional documents.

11.2. Depozitarul Central informs the Issuer of the Amount of Money to be paid to the Participant's Accounts at the Payment Date, taking into account the Customer Payment Option, if applicable.

11.3. On the Payment Date, will instruct the payments in the Participant's Accounts in accordance with the Applicable Legal Conditions.

11.4. Subsequent to the Payment Date, throughout the distribution period, the Issuer send submit to Depozitarul Central File containing the Clients who have opted for the deferred payment and Depozitarul Central will transfer the respective amounts to the Participants' account within 3 days after the Receipt of the File.

11.5. 3 days prior to the Deferred Payment Date, the Issuer will send to Depozitarul Central the file containing all Clients who have not yet paid their Amounts of Money and

will transfer the corresponding Amounts of Money so that they are available in the Distribution Account on the Deferred Payment Date, at 9 am at the latest.

11.6 On the Deferred Payment Date, Depozitarul Central shall instruct the payments in the Participants' accounts in accordance with the applicable Legal Conditions, subject to the condition of 11.5.

11.7. In exceptional circumstances, when the distribution of Money amounts cannot be processed in a standardized manner under the applicable Legal Regime, the transfer of Money for Clients and Participants as owner of financial instruments on their own name is done by bank transfer directly in the account indicated by the Participant.

12. Collection of documentation

A. Documentation collected:

12.1. *Holders of financial instruments to individuals, in person or by legal or conventional representative*, shall submit to Depozitarul Central the IBAN code collection form, specifying the bank and account (IBAN) opened in the name of the Financial Instrument holder (the template form is available on site of Depozitarul Central - www.depozitarulcentral.ro), accompanied by:

- a copy of the valid identity document in which the personal numeric code is legible – certified by the holder „true to the original”;
- an account statement or a document issued by the bank (signed and stamped) confirming the existence of the account in the name of the Financial Instrument holder, with the specification of the IBAN, in original;
- copy of the documents attesting to the quality of the signatory of the legal or conventional legal representative's application, if applicable – certified by the holder „true to the original”;

12.2. *Holders of financial instruments being legal entities, through legal or conventional representative*, will submit to Depozitarul Central the IBAN collection code indicating the bank and the account (IBAN code) opened on the name of the Financial Instrument holder (the template form is available on site of Depozitarul Central www.depozitarulcentral.ro), accompanied by:

- copy of the registration certificate – certified by the holder „true to the original”;
- copy of the document certifying the status of legal representative of the company (good standing certificate issued by the trade register / equivalent entity - for foreign entities) – certified by the holder „true to the original”;
- copy of the documents certifying the status of a representative of the application's signatory, if applicable – certified by the holder „true to the original”;
- an account statement or a document issued by the bank (signed and stamped) confirming the existence of the account on the name of the holder - the legal person, with the specification of the IBAN code, in original;

12.3. Documents submitted in a foreign language will be accompanied by legalized translation into Romanian and if issued by a foreign authority, they must be apostilled or legalized, as the case may be.

B. Process stages:

12.4. The forms for IBAN code collection shall be sent to the address: Depozitarul Central SA – Bucuresti, Bd. Carol I nr. 34 - 36, 2nd District, or they shall be submitted to the registered offices of the Depozitarul Central.

12.5. Depozitarul Central checks the documentation sent in by the Financial Instrument Holders, according to the provisions under letter A, and if such documentation is incomplete, it shall require that it be completed.

12.6. If payment is requested by bank transfer on the Date of Payment, the forms for IBAN code collection must be received by the Depozitarul Central on 20 May 2019 the latest.

12.7 For any forms for IBAN code collection received after 20 May 2019, the provisions of section 9.9. shall apply.

12.8. Depozitarul Central shall consider any forms for IBAN code collection received until 20 May 2019, prior to the Deadline for Distribution of Monies indicated in the Order Form.

13. Management means for special circumstances

13.1. Attachments

13.1.1. The Issuer shall distribute, via the Depozitarul Central, exclusively the Monies due and to be collected by the Financial Instrument Holders and any amounts for which the Issuer acts as attached third party as in the sense of the provisions of the Civil Procedure Code shall not be incident.

13.1.2. The Issuer shall include in the File the Financial Instrument Holders whose income related to the holding of financial instruments acting in full as the object of foreclosure / certain security measures or other such measures by indicating, in the File, the amount "0" as Payment Due, and they shall be responsible for making such amounts available to the relevant bodies, without involvement by the Depozitarul Central.

13.1.3. In the event that the Monies due to a Financial Instrument Holder become the subject to foreclosure, and such information is notified to the Depozitarul Central by the Issuer, the Depozitarul Central shall immediately take all steps to block any payments to the respective Financial Instrument Holder and, to the extent that payment had not already been made, it shall block such payment and notify the Issuer thereupon.

13.1.4. If the Depozitarul Central is directly notified by the relevant body with regard to the foreclosure on the Monies, they shall proceed according to section **13.1.3** above and shall direct the relevant authority to the Issuer, while also appropriately notifying the latter.

13.1.5. Any information on Financial Instrument Holders included in the File, according to section 13.1.2. or whose payments were blocked according to sections 13.1.3. and 13.1.4 and information concerning Financial Instrument Holders whose income is partially foreclosed, shall be listed in a file.

13.2. Co-owned Financial Instruments

In the case of financial instruments co-owned by two or more Financial Instrument Holders, payment of any Monies shall be carried out according to the following:

13.2.1. In the case of payments according to section 9, Depozitarul Central shall transfer any Monies due to co-owners to the account indicated by the Issuer or, if such information

was not provided to the Depozitarul Central, to the account indicated by all co-owners based on the joint request submitted to the Depozitarul Central.

13.2.2. In the case of payments according to section 10, payments shall be made in cash, provided that all co-owners appear before the Paying Agent, in person or by proxy / conventional representative and submit the documents provided under 10.5.

13.2.3. In the case of payments according to section 11, any Monies due to co-owners shall be transferred to the Participant, of whose Clients they are.

13.2.4. In the event that co-owners request registration by the Depozitarul Central of the transfer of direct ownership over the financial instruments whose effect of the severance of the joint tenancy, according to the applicable Legal Status, as well as the direct payment to each of co-owners according to the number of instruments acquired under exclusive ownership, Depozitarul Central shall block the payment of Monies and shall notify the Issuer with regard to the registration of such ownership transfer and the number of financial instruments acquired under exclusive ownership by each co-owner.

13.2.5. The Issuer shall calculate the Monies corresponding to every co-owner and shall submit to the Depozitarul Central the File containing all information with regard to the payment of any Monies to each of them, such payment to be carried out by the Depozitarul Central.

13.3. Deceased Financial Instrument Holders

13.3.1. If it is found that the File includes deceased persons, as well, and their heirs request the registration of the direct transfer of ownership over the financial instruments as a consequence of the inheritance, according to the applicable Legal Status, as well as the payment of Monies due, Depozitarul Central shall block the payment of Monies due to the deceased Financial Instrument Holder and shall notify the Issuer with regard to the registration of the ownership transfer, the identity of the heir(s) and the number of financial instruments acquired under property by the latter.

13.3.2. In the event that, as a consequence of the ownership transfer being carried out pursuant to the inheritance, the financial instruments are acquired under co-ownership, the provisions of section 13.2 above shall apply.

13.3.3. In the event that, as a consequence of the ownership transfer being carried out, heirs acquire the financial instruments under exclusive ownership, the Issuer shall calculate the Monies due to each heir and shall submit to the Depozitarul Central the File containing the information for payment of Monies to each of them, such payment to be carried out by the Depozitarul Central.

14. Payments which may not be made in cash, according to legal provisions

Depozitarul Central shall notify the Issuer with regard to the Monies which, according to the applicable legal framework, may not be paid in cash and which fail to meet the requisites for execution, according to sections 9 and 11.