

**Information material related to item 1 of the Extraordinary General Meeting of Shareholders' agenda of 25/26. 04. 2024, on the proposal for approval of the acquisition, alienation, exchange or guarantee of assets of the company's non-current assets, value of which, individually or cumulatively, is not more than 35% of the total fixed assets, less receivables**

Considering the provisions of article 91 of *Law no. 24/2017 on issuers of financial instruments and market operations*, The Board of Directors proposes to the shareholders the approval of the acquisition, alienation, exchange or guarantee of assets of the company's non-current assets, value of which, individually or cumulatively, is not more than 35% of the total fixed assets, less receivables.

The proposal is based on the need to improve the efficiency of the company's operational activity, given the underutilization of some of the real estate assets that the company owns. Also, in order to improve the capacity of Electromagnetica S.A. to capitalize on the opportunities existing in the economy, the Board of Directors also submits to the shareholders' approval the proposal of alienation, exchange or guarantee of the fixed assets represented by the 11 small hydro power plants owned in Suceava County, assets whose exploitation is necessary and appropriate to be consolidated.

The cumulative value of the company's non-current assets, which are proposed to be the subject of alienation, exchange or guarantee is no more than 35% of the total fixed assets recorded in the financial statements of Electromagnetica S.A., these being reflected in the following tables:

**Real estate assets**

Name	Address	Surface Land (sqm)	Surface Construction (sqm)
Free land Domnesti	Ilfov county, Domnesti commune, Belt Highway	121 714	-
Free land Moara Vlăsiei	Ilfov county, Moara Vlăsiei commune, Căciulati village	70 469	-
Land with constructions Vârteju	Ilfov county, Măgurele commune, Vârteju village, Chirca street, no. 101	17 548	4 230
2 rooms apartment Zamfir Olaru	Bucharest, Zamfir Olaru street, no. 4, building 78, entrance 3, ground floor, ap. 82, 5 <sup>th</sup> district	9	50
Free land George Georgescu	Bucharest, George Georgescu street no. 26, 4 <sup>th</sup> district	2 529	-
Free land Mitropolit Filaret	Bucharest, Metropolitan Filaret street no.35-37, 5 <sup>th</sup> district	1 595	-
Free land Calea Rahovei	Bucharest, Calea Rahovei no. 242, 5 <sup>th</sup> district	2 157	-
Free land Tărtășești	Dâmbovița county, Tărtășești commune, Gulia village	13 108	-
Free land Petre Ispirescu	Bucharest, Petre Ispirescu street, no. 23-37, 5 <sup>th</sup> district	2 415	-
Sports base Veseliei	Bucharest, Veseliei street no. 19, 5 <sup>th</sup> district	16 095	701

**Fixed assets related to small hydro power plants ("MHC") located in the Suceava river basin:**

MHC name	Location	Installed power (kW)
Ehrește	Brodina river, Brodina commune, Suceava county.	600
Brodina 1	Brodina river, Brodina commune, Suceava county.	650
Brodina de Jos	Brodina river, Brodina de Jos commune, Suceava county.	870
Brodina 2	Confluence of Brodina river with Suceava, Brodina commune, Suceava county.	990
Sadău	Sadău river, Sadău village, Brodina commune, Suceava county.	518
Putna	Putna river, Putna commune, Suceava county.	239
Bilca 3	Suceava river, Bilca commune, Suceava county.	384
Bilca 2	Suceava river, Bilca commune, Suceava county.	450
Bilca 1	Suceava river, Bilca commune, Suceava county.	312
Țibeni	Suceava river, Țibeni village, Satu Mare commune, Suceava county.	454
Milișăuți	Suceava river, Milișăuți commune, Suceava county	258

In this line, the Board of Directors submits the analysis and approval of the shareholders and the proposal for mandating the Board of Directors of Electromagnetica S.A. to analyze and decide the acquisition, alienation, exchange or guarantee of assets of the company's non-current assets, as well as taking all legal steps in order to conclude the legal act of acquisition/ alienation/ exchange/ guarantee within the limit approved above.

In order to obtain the best possible price, the eventual sale of some assets is to be carried out in a transparent manner (by publishing current reports, announcements in the newspaper, publication on its own website), in order to attract as many potential buyers as possible.

In the event of the approval by the shareholders of this point on the agenda of the session of The Extraordinary General Meeting of shareholders on 25/26 April 2024, in the case of the fixed assets listed above, the Board of Directors is to implement decisions to sell or not, depending on any available opportunities and the relevant market conditions.