

Taking into account the request of the shareholder P.A. formulated pursuant to Article 117 ind.2 paragraph 3 of Law no. 31/1990 and art. 198 para. 1 of Regulation no. 5/2018, registered with ELECTROMAGNETICA S.A. on September 19, 2024, we communicate the Answer to the question asked.

We specify that the Response is prepared in compliance with the provisions of Article 198 paragraph 2 of Regulation no. 5/2018 on issuers of financial instruments and market operations, which provides that "*the right to ask questions and the obligation to answer may be conditioned by the measures that companies may take to ensure the identification of shareholders, the proper conduct and preparation of general meetings, as well as protecting the confidentiality and commercial interests of the company*", respectively with the protection of the confidentiality and commercial interests of the company.

Question: *In the revised budget for 2024, the amount of RON 12,583,000 is entered under the line "Income from investments/asset sales". At the time of publication of the revised budget, the sale price of micro-hydropower plants was known, amounting to RON 33,500,000. Why was a lower value passed to the "asset sales" line and the sale value of micro-hydropower plants was not entered?*

Response:

In the revised budget for 2024, the amount of RON 12,583,000 is entered in the line "Income from investments/asset sales", as these revenues are generated by:

- a) income from shares/shares held in subsidiaries (dividends received from Procetel S.A., Electromagnetica Fire S.R.L. and Electromagnetica Prestserv S.R.L.) in the amount of RON 4,550,000;
- b) profit obtained from the sale of assets (11 micro-hydropower plants located in the Suceava river basin) in the amount of RON 8,033,000. The amount of RON 8,033,000 represents the difference between the sale price (in the amount of RON 33,550,000) and the cost of assets sold and other adjustments (in the amount of RON 25,517,000).