

CURRENT REPORT
regarding the shareholders and investors information

Date of the report: 15.02.2018

Name of the issuing entity: IAR S.A. Company

Social headquarters: 34, Hermann OBERTH Street, Ghimbav, county of Brasov

Telephone / Fax number: 0268475108/0268476981

Sole Registration Code with the Trade Registry Office: 1132930

Order Number with the Trade Registry: J08/IV/1991

Social capital registered and deposited: 47.197.132,50 lei

The regulated market onto which transactions of issued securities are traded: The Stock Exchange Bucharest, Capital titles sector – Shares Standard Category

I. Important events to be reported:

The Company IAR SA informs its shareholders and potential investors that on 14.02.2018 the Board of Directors, considering the request of SIF III Transilvania regarding its withdrawal from the IAR SA Company based on the right granted by art. 134 of the Companies Act 31/1990 republished, decided to start the procedure of selecting the independent evaluator accepted by the ASF, to prepare the report setting the value of the shares in the withdrawal procedure.

Please note that this request was made by SIF III Transilvania as a result of the issuance of the EGMS Decision no. 09 / 28.11.2017 approving the change of the old main activity of the company CAEN code 3316 - Repair and maintenance of aircrafts and spacecraft, with the new main activity of the company, CAEN code 3030 - Manufacture of aircraft and spacecraft.

The above-mentioned change was due to the significant increase in the percentage of aircraft manufacturing in total company sales, to the detriment of aircraft repair and maintenance, which thus became secondary.

This current report is available and can be accessed at the address [www.iar.ro/investors/Reports according to the Capital Market Requirements/5.Current Reports regarding the privileged information under the LAW 24/2017](http://www.iar.ro/investors/Reports%20according%20to%20the%20Capital%20Market%20Requirements/5.Current%20Reports%20regarding%20the%20privileged%20information%20under%20the%20LAW%2024/2017).

Claudia Maria BAICU

CHAIRMAN OF THE BOARD