



IAR SA BRAȘOV

No. 34, Hermann OBERTH str.
Ghimbav, BRAȘOV - ROMANIA

Proposal to appropriate the 2017 net profit

Considering :

- the net profit as at 31.12.2017, amounting to 24,191,976 lei;
- the profit reinvested in 2017, with tax deductibility, amounting to RON 1,421,361;
- the legal obligation, according to Law 31/1990, to set up the legal reserve amounting to 1.512.850 lei
- the volume of investments approved through the Income and Expenditure Budget 2017, amounting to 10,010,023 lei;
- the provisions of the Law no.232 / 2016 on the national defense industry, due to the fact that IAR SA is part of the defense production industry;
- SIF III Transilvania's request to withdraw from IAR SA

the following method of distribution of the net profit, in the amount of 24,191,976 lei, registered by the company in 2017 is proposed:

- Legal reserves:	1.512.850 lei
- Reinvested profit in 2017:	1.421.361 lei
- Stock buyback (Shares repurchase):	7.000.000 lei
- Unappropriated profit:	14.257.765 lei
o Dividends :	4.247.742 lei
o Other reserves – self-financing sources:	10.010.023 lei

The gross value of the dividend is of 0,225 lei/share.