

JUSTIFYING NOTE
regarding the participation of IAR SA Company, as founding member of the Romanian
Association of the Helicopters Industry

The companies Aerofina SA, Aeroteh S.A., Aerostar S.A., Airbus Helicopters Industries S.R.L., Airbus Helicopters Romania S.A., IAR S.A. and Turbomecanica SA, acting in aviation industry, the field of helicopter or helicopter components manufacture, as well as their maintenance and repair services, decided to establish a non-profit association in accordance with the provisions of Government Ordinance No 26 / 2000.

The purpose of the Association is to promote and develop aeronautical helicopter activities and its actions will be geared towards achieving the following main objectives:

- promoting and supporting programs which are developed in the helicopters industry;*
- promoting continuous improvement of helicopters quality and flight safety;*
- exchange of best practices and common issues among members;*
- dissemination and development of information on achievements and latest developments in the field of helicopters industry;*
- organization of meetings, events, conferences, exhibitions in the field of helicopter industry;*
- maintaining cooperative relations and supporting the interests of the helicopter industry in relation with the regulatory authorities and other helicopter industry associations and organizations;*

The initial patrimony of this Association will be 35,000 lei, which will be constituted from the contribution made by its founding members, IAR SA contributing with 5,000 lei.

Both, the draft of Constitutive Act and the Statutes of the Association, are attached to this explanatory note.

The Board of Directors of IAR SA has endorsed this participation (by Decision 22CA / 12.10.2017), considering that the company can not miss from such an association, given that:

- IAR SA is the national helicopter integrator, with a tradition of about 47 years in this field*
- at this moment, the Ministry of National Defense initiates acquisitions of new military helicopters, IAR SA wanting to play an important role in them.*

In the above-mentioned context and taking into account the prerogatives given to the general meeting of shareholders both by law and by the Constitutive Act, it is submitted for analyze and approval the proposal regarding the participation of IAR SA as a founding member of the Romanian Association of the Helicopters Industry.

Ion Rareş POPESCU

CHAIRMAN OF THE BOARD OF DIRECTORS