

IAR SA

Headquarters: Ghimbav, 1 Airportului Street, Braşov county

RC No.: J08 / 4/1991, S.R.C.: 1.13293 million

***Proposal for allocation of net profit for
2016***

Considering :

- the net profit recorded at 31.12.2016, amounting to 12,213,226.67 lei;*
- the reinvested profit in 2016, with tax deductibility, amounting to 351,278 lei;*
- the legal obligation according to Law 31/1990, of constituting the legal reserve amounting to 914,785 lei;*
- the volume of investments approved by the 2017 Revenue and Expenditure Budget amounting to 6,200,000 lei;*
- the provisions of Law no.232/2016 on national defense industry, applicable to IAR SA as a result of it belonging to the defense production industry;*

the following means of net profit allocations amounting to 12,213,226.67 lei, recorded by the company in 2016, are proposed:

- Legal reserves: 914,785 lei*
- Reinvested profit in 2016: 351,278 lei*
- Dividends: 6,230,021 lei*
- Other reserves - own sources of funding: 4,717,142.67 lei*

The brute value of the dividend is 0,33 lei/share.

Ion Rareş POPESCU

CHAIRMAN OF THE BOARD