

Subject to analysis and endorsement in the BoD meeting dated _____ and in the O.G.M.S. meeting dated _____

Economic Director,

No. _____ / _____

NOTIFICATION
on extending the term for fulfilling the measures of
Decision no. 28/2013 of the the Prahova Chamber of Accounts

Conpet holds in patrimony land assets for which it received land ownership certificates (ro. CADP) in surface of 709,949 sq.m. and land acquired by the Company via sale-purchase contracts, totaling 23,831 sq.m, whose book value, at December 31st, 2022 was of 22,858,900 RON.

Of the total of 709,949 sqm of lands held under LOC, only a fraction has been included in the share capital of the Company (land area of 155,411 sq.m.), for the rest of 554,538 sq.m. of land was not performed operation to increase the share capital by the value thereof.

The land ownership certificates for lands not included in the share capital have been obtained during 2001-2005, and the appraised value at the date of obtaining the certificates, set in compliance with GD no. 834/1991, is of 26,708,233 RON. These lands have been recorded in other reserve assets of the company at the expense of equity.

In 2013 the Court of Accounts conducted an audit on the situation of the company property development, resulting, by Decision no. 28/2013 in the augmentation of Conpet share capital with the value of lands for which the land ownership certificates have been obtained.

The term initially set by the Prahova Chamber of Accounts for carrying out the ordered measure (September 30th, 2014), it has been extended several times, ending on 30.06.2015 (Decision no. 3172/651/2013/28.11.2014), 31.08.2016 (Decision no. 899/651/2013/19.02.2016), 31.03.2018 (Decision no. 2170/651/2013/14.06.2017), 30.06.2019 (Decision no. 2090/651/2013/05.06.2019) and 30.03.2020 (Decision no. 3026/651/2013/02.09.2019).

For fulfilling the measure disposed by the Chamber of Accounts, the company management took all actions provided by law on the share capital increase by contribution in kind of the Romanian state, representing the lands held based on the Land Ownership Certificates. These actions have resulted in: approval by the General Meeting of Shareholders (GMS) to trigger the operation of capital increase and designation by the Trade Register Office (TRO) of an authorized assessment expert and the convening of the Extraordinary General Meeting of Shareholders (EGMS) to approve the share capital increase. The proposal to augment the share capital was registered on the agenda of the General Meeting of Shareholders dated May 19th, 2016, May 20th, 2016, July 5th, 2016, July 4th, 2019, July 5th, 2019, March 10th, 2021 and March 11th, 2021, at all meetings except the EGMS dated July 5th, 2016 no decision was taken because the quorum conditions for holding the GMS provided by law in case of the the share capital augmentation with contributions in kind were not met.

At the GMS meeting dated July 5th, 2016, the augmentation of the share capital was submitted to the shareholders' vote and following its exercise by the present and represented

shareholders, the proposal to augment the share capital was not approved, as the required quorum of votes for approval was not met.

Between 10-11.01.2022, the public auditor of the Prahova Chamber of Accounts performed a verification of the way of carrying out the measures ordered by Decision no. 28/2013 and issued the follow-up Report no. 1244/11.01.2022 in which it recorded that the measure regarding the increase of the share capital by the value of the land plots held based on the LOC was not carried out.

The public auditor also found that measure no. II.2. of the same decision has been partially achieved; the company did not collect the amount of 25,728.89 RON, owed by Ecprod S.R.L.

The measure has not been achieved as currently Ecprod SRL is in insolvency, Conpet SA being registered in the final picture of receivables amounting to 25,728.89 RON. The insolvency procedure of the debtor Ecprod SRL is ongoing, file no. 2803/120/2013 before the Dambovita Tribunal, the next hearing being on 06.04.2022.

Based on the follow-up report, the Prahova Chamber of Accounts issued on 08.02.2022 Decision no. 15949, which extended the deadline for implementation of the remaining measures met until 09.12.2022.

**DIRECTOR GENERAL
ENG. Dorin TUDORA**

**Economic Director,
Econ. Sanda Toader**

**Head of Accountancy
Econ. Roxana Dăuș**



5385/11.02.2022

15528/08.02.2022



**CAMERA DE CONTURI PRAHOVA
(PRAHOVA CHAMBER OF ACCOUNTS)**

Concerning file C/651/2013

To,

**The General Meeting of Shareholders of
Conpet SA Ploiesti**

According to the provisions of Item 234 of the Regulation regarding the organization and carrying out of the activity specific to the Court of Accounts, as well as the use of the papers resulting from these activities, approved by Decision of the Plenary of the Court of Accounts no. 155/2014, we hereby submit to you Decision no. 15494 dated 08.02.2022, in order to take measures to ensure the implementation of the measures ordered by Decision no. 28/29.03.2013, issued following the control of the status, evolution and way of administration of the State patrimony, as well as the legality of the realization of the incomes and expenses at SC Conpet SA Ploiesti.

You shall inform us on the efforts pursued up to 09.12.2022.

Yours sincerely,

**DIRECTOR,
NICOLAE BALALIA
S.s Illegible, Stamp**



15494/08.02.2022

**CAMERA DE CONTURI
PRAHOVA**

Concerning file C/651/2013

DECISION

**for extending the deadline for
carrying out the measures ordered by
Decision no. 28 of 29.03.2013**

Based on the provisions of Law no. 94/1992 on the organization and functioning of the Court of Accounts, republished, and of Item 234 of the Regulation regarding the organization and carrying out of the activity specific to the Court of Accounts, as well as the use of the papers resulting from these activities, approved by Decision of the Plenary of the Court of Accounts no. 155/2014, an extension, up to 09.12.2022, of the term for compliance with the measures no. I.1 and II.2 ordered by Decision nr.28/29.03.2013 shall be granted.

**DIRECTOR,
NICOLAE BALALIA**
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