

CURRENT REPORT

According with the Regulation of CNVM no.1/2006

Date of report: 28.02.2018

Name of the issuant entity: PRACTIC S.A.

Headquarters: Bucharest, no 21-23 Biserica Amzei Street, Building C3, 1st and 2nd floor, 1st district

Telephone / fax number: 021.313.48.22/021.316.78.15

Sole Registration Number: 2774512

Trade Registry Office number: J40/611/1991

Subscribed and paid capital: 40.983.171 RON

The regulated market by which the issued securities are issued:

Bucharest Stock Exchange – AeRO Market

Important events to be reported: Summoning of the General Ordinary and Extraordinary Meeting of the Shareholders.

The Management Board of the Company Practic SA, with headquarters in Bucharest, no 21-23 Biserica Amzei Street, Building C3, 1st and 2nd floor, 1st district, during the session from 27.02.2018, decided the summons of the General Ordinary and Extraordinary Meeting of the Shareholders for 04.04.2018, which will be developing the works in the meeting room from Bucharest, no 21-23 Biserica Amzei Street, Building C3, 2nd floor, 1st district, starting at 11:00 for the General Ordinary Meeting of the Shareholders, respectively at 12:00 PM for the General Extraordinary Meeting of the Shareholders. During the General Ordinary and Extraordinary Meeting of the Shareholders there are eligible to participate and vote all the shareholders registered within the Shareholders Registry on 23.02.2018, established as the reference date.

The Agenda of the General Ordinary Meeting of the Shareholders will include the following aspects:

1. The approval of the annual financial statements for the tax year 2017 consisting of: abridged balance sheets, profit and loss account, cash flow statement, statement of changes in equity and notes to the financial statements upon the report of the Management Board of the Company and the auditor's financial external report of the Company for the tax year 2017
2. The grant discharge approval of the Management Board for the tax year 2017.
3. Approval of the distribution of the net profit for the tax year 2017
4. Submission for approval of the administrators' remuneration for the tax year 2018
5. Approval of the first professional bonuses of the Company's employees and of the bonus of the General Manager of the Company for the year 2017 on the proposal of the Management Board.
6. Setting the record date for identifying the shareholders who will be affected by the decisions of the General Assembly in accordance with the enforceable law on the capital market and its "ex-date". The Administrative Board proposes as record date 24/04/2018 and „ex-date” on 04.23.2018.
7. Date of payment. The Administrative Board proposes that the payment date should be on 05/11/2018.
8. Authorization of the Chairman of the Board with the possibility of substitution by another administrator to sign any documents related to the decisions of the General Meeting of the Shareholders and carry out personally or through a subsequent empowerment, all procedures and formalities required by law in order to fulfill the decisions of the Ordinary General Assembly of the Shareholders.

The General Extraordinary Meeting of the Shareholders shall have the following agenda:

1. Approval of dismantling the building located in Bucharest, May 1 Blvd No. 15, bl.C3, floor, 6th district, identified by cadaster number 222087-C1-U15.
2. Setting the record date for identifying the shareholders who will be affected by the decisions of the General Assembly in accordance with the enforceable law on the capital market and its "ex-date". The Administrative Board proposes as record date 24/04/2018 and „ex-date” on 04.23.2018.
3. Authorization of the Chairman of the Board with the possibility of substitution by another administrator to sign any documents related to the decisions of the General Meeting of the Shareholders and carry out personally or through a subsequent empowerment, all procedures and formalities required by law in order to fulfill the decisions of the Ordinary General Assembly of the Shareholders.

The participation at the General Ordinary and Extraordinary Meeting of the Shareholders is done in accordance with the provisions of the Company Agreement and of the Company's Articles of Incorporation, as well as in line with the legal enforceable provisions for the joint stock companies.

The entire documentation, including the integral text of the decision documents and projects that are going to be examined by the shareholders' debates and other information and materials regarding the problems included on the General Ordinary and Extraordinary Meeting of the Shareholders' Agenda, shall be made available for the shareholders to be examined and information, at the headquarters of the company and on the company's website www.practicsa.ro, 30 days before the General Meeting.

The shareholders may participate in person or may be represented within the General Meeting of the Shareholders, either by their proxies, or by other representatives who have been given a general power of attorney, in the conditions of article 92 para (10) of the Law no 24/2017 regarding the issuance of financial instruments and market operations.

The access of the shareholders who have the right to participate, at the reference date, to the General Meeting of the Shareholders is allowed by the simple proof of identity made, for the natural persons, by the identity card or, in case of the legal persons, of the legal representative and for the legal entities and for the represented natural persons, by the power of attorney given to the person who represents them, by observing the legal enforceable provisions.

The special power of attorney may be awarded to any person for representation in a single General Meeting and it will contain specific vote instructions on behalf of the issuer shareholder. In this case, the provisions of article 125 para 5 of the Law no 31/1990, republished as amended and supplemented, are not applicable.

The shareholder may award a valid power of attorney for a period that will not overpass 3 years, allowing the representative to vote for all the aspects found within the debates of the General Meeting of the Shareholders of one or several companies identified by empowerment, including regarding the rule documents, under the condition that the power of attorney to be awarded by the shareholder as the client, to an intermediary as defined in line with article 2 para 1 point 20 of the Law no 24/2017 regarding the issuers of financial instruments and of market operations, or to a lawyer.

Before their first use, the power of attorney are going to be submitted to the company 48 hours before the General Meeting or within the term mentioned by the articles of incorporation, in copy, comprising the mention of a true copy, under the signature of the representative. Certified copies of the power of attorney are kept by the company, reference being made about this matter on the General Meeting's Minute.

The shareholders cannot be represented within the General Meeting of the Shareholders on the grounds of a power of attorney indicated by article 92 para (13) of the Law no 24/2017 by a person who finds himself in an interest conflict situation that might arise especially in one of the following cases:

- a) he is a majority shareholder of the issuer or another person, controlled by the respective shareholder;
- b) he is a member of an administration body, of leadership, or of the issuers' surveillance, of a majority shareholder or of a person, according to the provisions of the letter a);
- c) he is an employee or an auditor of the company or of a majority shareholder or of a controlled entity, according to the provisions of the letter a);
- d) he is the spouse, relative or the next of kin, up to the 4th degree inclusively, of one of the natural persons mentioned in the letters a)-c).

The proxy cannot be substituted by another person unless this right was conferred expressly by the shareholder within the power of attorney. If the empowered person is a legal person, he can exercise the mandate received by the means of any person that belongs to the administration body or of the leadership or amongst his employees.

The form for the special power of attorney for the representation of the shareholders at the Meeting is available at the headquarters of the company and on the Company's website www.practicsa.ro, both in Romanian and in English language, starting with 05.03.2018.

The shareholders may appoint their representative also by electronic means, the notification of the appointment by electronic means, at the email address office@practicsa.ro, having attached the extended electronic signature.

The documents that attest the quality of a legal representative drafted in a foreign language, other than the English language, shall be accompanied by a sworn translation, in Romanian or in English.

The shareholders registered upon the reference date have the possibility to vote by correspondence, before the General Ordinary and Extraordinary Meeting of the Shareholders by using the vote form available for them both in Romanian and in English language, starting with 05.03.2018 on the Company's website www.practicsa.ro and at the headquarters of the company.

The vote by correspondence form, together with the justifying documents that allow the identification of the shareholders shall be sent to the headquarters of the company, until 02.04.2018, in accordance with the *Procedure of Exercising the Vote by Correspondence*, displayed on the company's website.

If the shareholder who expressed his vote through correspondence participates in person or by representative to the General Meeting of the Shareholders, the correspondence vote shall be cancelled. In this case there is taken into consideration the vote expressed in person or by the representative.

If the person who represents the shareholder by personal participation at the General Meeting of the Shareholders is other than the one who expressed the vote by correspondence, then for the validity of the vote he will submit within the meeting, a written revocation of the vote by correspondence, signed by the shareholder or by the representative who expressed the vote by correspondence. This

is not necessary if the shareholder or his legal representative is present at the General Meeting of the Shareholders.

One or several shareholders representing, individually or together, at least 5% of the joint stock has/have the right:

- a) To introduce points of the agenda of the General Meeting of the Shareholders, provided that each point to be accompanied by a justification or by a project submitted to be approved by the General Meeting of the Shareholders; and
- b) To present projects of decision for the points included or proposed to be included within the agenda of the General Meeting of the Shareholders.

The rights of the shareholders mentioned above may be exercised in written only (transmitted by courier services or by electronic means, having attached the extended electronic signature, at the email address office@practicsa.ro) within at most 15 days since the summons publishing date.

If exercising the right mentioned in letter a) above determines the modification of the General Meeting's Agenda that has already been communicated to the shareholders, the Company will have to make available a revised Agenda, using the same procedure as the one used for the previous Agenda, before the reference day of the General Meeting, as defined by the regulations of the A.S.F., as well as by observing the term mentioned by art.117¹ para.(3) from the Law no 31/1990, republished as amended and supplemented, so as to allow the other shareholders to name a representative or, if the case, to vote by correspondence.

Each shareholder has the right to ask questions regarding the points of the General Meeting's Agenda. The company shall answer all the questions asked by the shareholders.

The right to ask questions and the obligation to answer may be conditioned by the actions that the company may take in order to provide the identification of the shareholders, the good development and preparation of the General Meetings, as well as protecting the confidentiality and the commercial interests of the company. The company may utter a general answer for all the questions having the same content. An answer shall be considered if the right information is available on the website of the company, in a question-answer pattern.

Should the validity conditions not be met at the first call, the next General Ordinary and Extraordinary Meeting of the Shareholders is convened for 05.04.2018 with the same agenda, time and venue

For further information, please call us at the telephone number 0213134822, or by e-mail: office@practicsa.ro

Mihai ENE

President of the Management Board