

TOTAL INVESTMENT PLAN FOR 2018

A) Construction works and acquisitions of fixed assets

Crt. No.	Objective/Investment department	VALUE (RON)
1	Classified production spaces building works for Gura Badicului new factory	RON 2,380,800
2	Installations serving for production spaces for Gura Badicului new factory	RON 4,445,400
3	Production equipment for Gura Badicului new factory	RON 20,069,400
3.1	Track & trace system for the safety of the medicinal product According to European Directive 2001/83 / EC on the safety of the medicinal product	RON 6,277,500
4	Production equipment for Logofat Tautu factory	RON 651,930
5	Research-development and Quality Control (laboratory equipment)	RON 560,325
6	Sales marketing investment and direct distribution to pharmacies	RON 2,790,000
7	IT equipment and software	RON 2,148,347
	TOTAL CAPEX 2017	RON 39,323,702

The assets mentioned in the Investment Plan will be engaged successively, depending on the completion of buildings and production spaces, respectively of clean rooms, ventilation, electrical and wastewater treatment plants.

In order to meet the requirements of Commission Regulation 2016/161 of 2 October 2016 supplementing Directive 2001/83 / EC of the European Parliament on the safety of the medicinal product, it is necessary to purchase a serialization system and track & trace for secondary packaging equipment. The application of this regulation enters into force as of 9.02.2019.

B) Strategic investment approval

Approval of an investment in the amount of lei 14,000,000 for the purpose of buying a pharmaceutical company, which would lead to the market share increase and to the development of Biofarm product portfolio, a fact that would determine company profitability and value increase.

The need for this investment depends strictly on the identification of favourable opportunities and of a detailed analysis that would ensure the objectives abovementioned.