



Approved
Board of Directors
President
Iulian Robert Tudorache

NOTE

Regarding the approval of the Quarterly Report of the BoD for the 3 month period of Q I of 2017

1. General aspects/competency

According to the current incident legal provisions, the GMS has the competency to approve the Quarterly Report of the S.N. Nuclearelectrica S.A. ("SNN" or "the Company") BoD.

The incident legal base is represented by:

- The company's law no. 31/1990, republished with the subsequent amendments and additions;
- The EGO no. 109/2011 regarding the corporate governance of public companies, with subsequent amendments and additions;
- The administration contracts concluded between the administrators and SNN, valid during Q I of 2017.

2. Presentation

According to the provisions of art. 7.19 and art. 7.21 of the administration contracts concluded between the members of the BoD and SNN, valid during Q I of 2017, the administrators have the following obligations:

- To quarterly represent, during the GMS, a report on the administration activity including also information regarding the performance of mandate contracts of directors, details regarding the operational activities, financial performances of the SNN and accounting reports of SNN;
- To draft quarterly reports consisting in, without a limitation to, the compliance degree of performance criteria, considering the balance of each indicator and its variation compared to the established target level, reports that shall be forwarded for the approval of the SNN GMS, following that the awarding of the first subcomponent of the variable component, as mentioned on art. 18 of the administration contracts, to be performed only after the approval of the quarterly reports.

The quarterly report of the BoD for the 3 month period for Q I of 2017 presents the minimum legal requirements, but without a limitation to this information and completing them with other information important for the shareholders, investors and other parties interested by the SNN activity.

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No. with the Trade Registry: J40/7403/1998, Sole Registration Code: 10874881,

Subscribed and paid up share capital: 3.015.138.510 lei

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The report presents the legal base and requirements it complies with, the analysis of the financial status and the main economical-financial indicators, the compliance degree of the performance indicators, operational activities and other significant aspects for the 3 month period of Q I of 2017.

The compliance degree of the performance indicators for Q I of 2017 was determined based on the SNN Income and Expenses Budget for 2017, approved by the GMS Decision no. 1/29.03.2017 and by detailing the budget on quarters, as well as based on Annexes 1 and 1.1 of the administration contracts concluded between the administrators and SNN, update by the GMS decision no. 1/29.03.2017, consisting in the level of performance indicators and criteria for 2017, including those detailed for Q I of 2017.

3. Proposals

Compared to those presented, we request the GOMS to approve the Quarterly Report of the BoD for the 3 month period of Q I of 2017.

Daniela Lulache
CEO

Mihai Darie
CFO