

ENEFI Energy Efficiency Plc.

POSITIVE PROFIT WARNING

pursuant to the Capital Market Act and to decree No. 24/2008 (VIII. 15.) of the Minister of Finance

ENEFI Energy Efficiency Plc. (the "Company") hereby notifies its reputable Investors, that the affiliated enterprise of the Company seated in Târgu Mures received the decision and the detailed explanation thereof of the second instance court in the suit filed against Municipality of Târgu Mures.

The explanation says that the second instance court stated that the affiliated enterprise of the Company seated in Târgu Mures justifiably terminated the concession agreement concluded with the Municipality of Târgu Mures.

According to the viewpoint of the Company, as a consequence of the second instance decision also deciding on the legal basis, both the Municipality of Târgu Mures and the first instance court has significantly limited actions.

According to the viewpoint of the Company, it is clear that the Municipality of Târgu Mures must completely pay:

- the fee of thermal energy consumed,
- the district heating subsidy determined,
- the prorated part of the concession fee which had previously been paid in advance for 15 years,
- the amount of developments implemented during the concession period,
- The losses suffered by the affiliated enterprise of the Company during the concession period.

According to the viewpoint of the Company, the only disputed issue may be the precise amount of the compensation for damages for the 23-year-long period remaining from the duration of the concession agreement.

The affiliated enterprise of the Company seated in Târgu Mures records the following receivables related to district heating in its books dated on 31 December 2014:

31 December 2014 (figures in RON)			
Description	Gross value	Depreciation	Net value
Customer receivables (domestic, business associations)	1 839 863	-1 839 863	0
Municipal subsidy	2 727 329	-2 727 329	0
Other receivables from the Mayor's Office	16 169 384	-4 726 500	11 442 884
Out of this:			
concession fee	7 676 049	0	7 676 049
investments	2 460 109		2 460 109
investments in progress	6 033 226	-4 726 500	1 306 726
TOTAL	20 736 576	-9 293 692	11 442 884

The Company hereby warns its reputable Investors that on the basis of the relevant legal regulations the Company does not record all disputed receivables in its books.

In addition to the above, upon the comparison of the consolidated reports of the Company between 2012 and 2014, it accounted for further € 2.6 million depreciation in relation with the affiliated enterprise seated in Târgu Mures on the basis of the principle of carefulness (i.e. the amount of the receivables were written off to zero in its consolidated books). Considering the statement of the second instance court on the legal basis, the Company shall write back this extra depreciation generated during the consolidation in the Q1 report of 2015, which will be accounted as € 2.6 million single-instance (other) income in the profit and loss statement.

On the basis of the above, the Company assessed that the profit of the given period will be considerably more favourable than it is expected by market players on the basis of the previously announced information (Q4, 2014; Annual Report), therefore following the suspension of trading of the shares issued by the Company at the stock exchange, the Company published the present announcement in order to inform market players.

Nevertheless the Company hereby emphatically warns its reputable Investors that it fulfils its legal liability by the present information and the above information is based on the current assessment of the management of the Company, therefore it shall not be considered as final data.

As a reminder, the affiliated enterprise of the Company seated in Târgu Mures filed a suit amounting to RON 124 million against the Municipality of Târgu Mures. The viewpoint of the Company is that presenting RON 11.4 million from that amount in the consolidated report still absolutely meets the accounting principle of carefulness.

ENEFI Energy Efficiency Plc.