

ENEFI Energy Efficiency Plc.

EXTRAORDINARY ANNOUNCEMENT¹

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

ENEFI Energy Efficiency Plc. (“Company”) hereby informs its Honourable Investors that the Romanian affiliate thereof, E-Star CDR srl. has informed the Company about the following:

1. In the lawsuit No: 1150/96/2016 heard at the Harghita County Tribunal (The action of the Town of Gheorgheni in order to oblige CDR to continue the provision of service until the closure of the lawsuit for the compensation of damages and for 90 days afterwards - by an urgent order of the chairman), the court decided at first instance to partially approve the action of the Town and to oblige CDR to continue the provision of service until the final closure of the lawsuit for the compensation of damages **but not longer than 60 days starting on 13/10/2016.** (Târgu Mures Regional High Court finally rejected the appeal of Gheorgheni city with county authority against the Town Council and E-Star CDR srl by its decision announced on 13/10/2016.) It also rejected the request for suspension of the Town submitted against the termination and the notices of CDR for the takeover of the service.

According to the opinion of the Company, the Town shall exercise its right to appeal within five days and although the result of the second instance decision is unpredictable, it deems a court decision that would oblige CDR to provide services for years unlikely, particularly being aware of the pervious facts. The appeal shall not have a dilatory effect on execution. Nevertheless, the Company deems it likely that the Town shall try to prolong the obligation to take over the service by commencing further legal proceedings in the following days.

2. In the lawsuit No: 1731/96/2015 heard at the Târgu Mures Regional High Court (default interest claim on the concession fee) the court finally rejected the appeal of the Town. Therefore the Town finally lost its claim for default interest calculated on the concession amounting to RON 583,888 against CDR.

Board of Directors
ENEFI Energy Efficiency Plc.

¹ The present extraordinary announcement is the translation of the Hungarian announcement. In case of any discrepancies between the Hungarian and English language versions the Hungarian version shall prevail.