ENEFI Energy Efficiency Plc.

EXTRAORDINARY ANNOUNCEMENT[1]
pursuant to the Capital Market Act and to decree No. 24/2008 (VIII. 15.) of the Minister of Finance

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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:

Today the court has rejected the action for review by the Municipality of Gheorgheni Town against the already final decision of the Harghita County Tribunal in which CDR was obliged to continue the services for no longer than 60 days calculated from 13/10/2016.

CDR informed the Town about the termination of the service after limitations and called the Town to take over the service and the system without delay on the basis of the obligations set forth in legal regulations, the agreement as well as court decisions.

The Town has been arguing till now that it is incapable of taking over the system and the service, however in their letter received by our company on 09/01/2017 we have been informed that at least them period of at least 52 days is required for the takeover of the service in accordance with the legal regulations in case of the concession proceedings, while in case of the takeover by the Town 30 days are required and further 15 days to hire employees.

It is verified from this that the Town would have been able to take over the service within the term provided for it by the court or even earlier. however it did not make any necessary measures irrespectively of the court decision and it was only wasting time until CDR became unable to provide the service even out of the agreement.

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.

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