

To: Financial Supervisory Authority - Financial Instruments and Investments Sector
Bucharest Stock Exchange
Regulated Market

From: *IMPACT DEVELOPER & CONTRACTOR S.A.*

25 September 2024

CURRENT REPORT

according to the provisions of Law No. 24/2017 on issuers of financial instruments and market operations and Regulation No. 5/2018 of FSA on Issuers of Financial Instruments and Market Operations

Important events to be reported: Information on litigation involving the company

The Company informs its shareholders and investors with regard to the court's ruling in File No. 1032/1259/2012* in the state of retrial of the appeal filed by defendants CLUJ-NAPOCA MUNICIPALITY and LOCAL COUNCIL OF CLUJ-NAPOCA MUNICIPALITY against Ruling No. 277/2022 of 8 June 2022, of the Arges Specialized Tribunal, after the ruling of the High Court of Cassation and Justice.

The litigation arose from the contractual relationship from 2007, when Impact Developer & Contractor S.A. concluded an association agreement with the Local Council of Cluj-Napoca Municipality, based on which Impact Developer & Contractor S.A. was to develop a residential project on the plot of land which the Cluj Local Council had to bring as contribution – the “Lomb Project”. In the Company's opinion, the contractual relationship was not carried out as agreed, the Local Council of Cluj-Napoca Municipality did not contribute the plot of land to the social capital of Clearline Development and Management S.R.L., and the latter initiated legal actions in order to recover the amounts spent with the investments made for the Lomb Project.

On 08.06.2022, in the first instance, the Arges Tribunal admitted the application filed by Clearline Development and Management SRL and obliged the Local Council of Cluj-Napoca Municipality and Cluj-Napoca Municipality to jointly pay Clearline Development and Management SRL RON 24,532,741.65 as prejudice and RON 13,862,967.16 representing the legal penalty interest. The Local Council of Cluj-Napoca Municipality and the Cluj-Napoca Municipality filed an appeal against Decision No. 277/2022 issued by the Arges Tribunal.

On 25.09.2024, the Pitesti Court of Appeal issued Ruling No. 317/2024 as follows:

The court rejects the appeal as ungrounded. It orders the appellants to jointly pay RON 160,000 as court expenses to the respondent. Subject to recourse within 15 days from its communication.

IMPACT DEVELOPER & CONTRACTOR S.A.

Iuliana Mihaela Urda,

Chairperson of the Board of Directors