

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. (the “Company”) hereby notifies its reputable Investors in connection with the on-going legal dispute with the Romanian fiscal authority with regard to bankruptcy process:

The Company had previously informed its Creditors that the Court of Mures County rejected the Company’s objections submitted in connection with the court’s jurisdiction in respect of the petition for ordering the bankruptcy of the Company, submitted by DGRFP Brasov with the cooperation of AJFP Mures, and established that it has jurisdiction and competence to decide on the petition for initiating the insolvency procedure.

The Court of Mures County established in its reasoning delivered to the Company today that as the Company has a permanent establishment in Romania, tax number, and is a legal entity in respect of tax law and there are existing creditors who consider themselves to be entitled initiating bankruptcy proceedings against the Company pursuant to Act 85/2006, based on section 6 of Act 85/2006 stating that all procedures fall within the competence of the court. Thus the court establishes its jurisdiction and competence to decide in the merits of the case and rejects the objections submitted by E-Star Alternative Plc. with its **registered seat** in Targu Mures, Revolution Street No 1, office No 110 in respect of the court’s jurisdiction.

The Company emphasizes in connection with the above:

1. It is obvious that the Company does not have its registered seat in Targu Mures, and the Courts statement in this regard is lacking any legal grounds without given any reasons in this respect.
2. As already established by the Romanian Fiscal Authority the Company does not have a permanent establishment being a legal entity and its tax establishment is not a legal entity and has not been registered in the Company Gazette.
3. Pursuant to the act forming the legal basis of the decision (section 6 of Act 85/2006) every legal process falls within the competence of the court based on the debtor’s registered seat

¹ The present extraordinary announcement are the translation of the “rendkívüli közzététel” and its amendment drafted in Hungarian language and disclosed by the Company on 13 02 2014. In case of any discrepancies between the Hungarian and English language versions the Hungarian version shall prevail.

(section 1) and the registered seat of the debtor shall be the address registered in the Company Gazette (section 1¹). Pursuant to section 3 the court having jurisdiction and competence at the time of registering the petition for ordering the bankruptcy process will have competence and jurisdiction to decide in the merits of the case irrespective of the change of debtor's registered seat thereafter.

4. Pursuant to section 149 of the act the Romanian act on insolvency shall be applied complying with the regulations of Decree No 1346/2000 of the EU.
5. The Court of Mures County had also stated that its decision had been passed in an open court session on which the parties did not appear, however neither the open session did take place nor was the Company summoned thereto, the open session was closed for passing the court's decision on 22 January and the decision had been postponed first until 29 January, than until 5 February and the Company got notified of the decision without the reasoning on 6 February.

Taking into consideration the above pursuant to the Company's standpoint the decision is not only contrary to European Law but neither complies with the regulations of Romanian law either.

The next hearing will take place on 19 February 2014. The decision is only appealable with the decision passed in the merits of the case.

Board of Directors

ENEFI Energy Efficiency Plc.