

Ostrów Mazowiecka, 28 March 2022

CURRENT REPORT NO. 10/2022

Subject: Inside information – reorganisation of the Company

The Management Board of FABRYKI MEBLI „FORTE” S.A. based in Ostrów Mazowiecka (the Issuer or the Company) informs that on 28 March 2022, the Supervisory Board of the Company consented to reorganisation of the Company consisting in the transfer (as defined in Article 23¹ of the Labour Code) of part of the work establishment, i.e. part of the FABRYKI MEBLI "FORTE" S.A. Branch in Białystok (the Company's Branch) to a new employer, i.e. Przedsiębiorstwo Handlowo - Usługowe "SPECIFIC" Paweł Ściesiński based in Supraśl (PHU SPECIFIC). By reorganising the Białystok Branch, the Company plans to strengthen collaboration with the entity that takes over part of the work establishment – the Białystok Branch, i.e. with PHU SPECIFIC, and to adapt its current product range to the expectations of its customers. PHU SPECIFIC is a manufacturer of upholstered furniture, producing for domestic and foreign markets, including beds under the NEW DESIGN brand, with which the Issuer has so far cooperated in the supply of products manufactured by PHU SPECIFIC. The Issuer further informs that in the near future it intends to provide capital to the entity that will be established as a result of PHU SPECIFIC's transformation into a commercial law company. The implementation of the planned activities will allow both entities to achieve a synergy effect in terms of complementarity of their product ranges, optimisation of supplies, as well as optimal use of production capacity and human resources.

In the opinion of the Management Board, the planned reorganisation of the Company through a takeover of a part of the Białystok Branch by a new employer will enable a fully effective and functional use of the potential of the FABRYKI MEBLI "FORTE" S.A. Group.

Legal basis: Article 17(1) of the Market Abuse Regulation (MAR)