

Ostrów Mazowiecka, 28 August 2019

CURRENT REPORT NO. 23/2019

Subject:

conclusion of an annex to the loan agreement by the Issuer

The Management Board of FABRYKI MEBLI "FORTE" S.A. with its registered office in Ostrów Mazowiecka (hereinafter: the Issuer) informs that on 28 August 2019, it signed with ING Bank Śląski Spółka Akcyjna with its registered office in Katowice (hereinafter: the Bank) a supplementary agreement to the loan agreement of 24 June 2003. Pursuant to this supplementary agreement, the loan repayment deadline has been extended until 30 September 2021.

Next to the existing collateral, an additional collateral for the loan will be a registered pledge on machines and equipment located in the Issuer's factories up to the maximum amount of collateral, i.e. PLN 120,000,000, and a mortgage established on real estate owned by a subsidiary, i.e.: FORTE BRAND Sp. z o. o. located in Przemyśl, Wrocław and Kraków. In the opinion of the Issuer's Management Board, the conclusion of a supplementary agreement to the loan agreement ensures safe financing of the Company's current operations.

Legal basis: Art. 17 sec. 1 of Market Abuse Regulation (MAR) – inside information