

Ostrów Mazowiecka, 29 August 2019

CURRENT REPORT NO. 24/2019

Subject: registration of amendments to the Articles of Association by the court

The Management Board of FABRYKI MEBLI "FORTE" S.A. with its registered office in Ostrów Mazowiecka (hereinafter referred to as the Company) informs that on 29 August 2019 it obtained information that the District Court for the capital city of Warsaw in Warsaw, 14th Commercial Division of the National Court Register, registered amendments to the Articles of Association of the Company on 5 August 2019. The amendments to the Articles of Association were made on the basis of Resolution No. 21/2019 of the Annual General Meeting of the Company, which was held on 14 June 2019.

The amendments to the Articles of Association referred to the removal of Sec. 4.1' and Sec. 4.1" reading as follows:

“4.1'. The Company's share capital was conditionally increased by no more than PLN 450,000 (four hundred and fifty thousand), by issuing no more than 450,000 (four hundred and fifty thousand) series G ordinary bearer shares with a nominal value of PLN 1 (one) each, in order to grant rights to subscribe for series G shares by holders of series A, B and C subscription warrants issued pursuant to the Resolution of the Annual General Meeting of the Company of 22 June 2011.”

“4.1”. The Company's share capital was conditionally increased by no more than PLN 356,220 (three hundred fifty-six thousand two hundred and twenty), by issuing no more than 356,220 (three hundred fifty-six thousand two hundred and twenty) series H ordinary bearer shares with a nominal value of PLN 1 (one) each, in order to grant rights to subscribe for series H shares by holders of series D, E and F subscription warrants issued pursuant to the Resolution of the Annual General Meeting of the Company of 10 June 2014.”

The amendments to the Articles of Association resulted from the need to adapt their wording to the actual legal status by removing obsolete provisions relating to a conditional increase in the share capital in connection with the implementation of Incentive Scheme I, which was implemented on the basis of the Resolution of the Annual General Meeting of the Company of 22 June 2011 and Incentive Scheme II, which was implemented on the basis of the Resolution of the Annual General Meeting of the Company of 10 June 2014. The above mentioned incentive schemes have been terminated a reference to the nominal value of the conditional increase in the Company's share capital is no longer disclosed in the National Court Register.

Legal basis:

Art. 56 sec. 1 item 2 of the Act of 29 July 2005 on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies (i.e. Journal of Laws Dz.U. of 2009 No. 185, item 1439 as amended).