

## CURRENT REPORT NO. 25/2019

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 18 September 2019 it obtained information that the District Court for the capital city of Warsaw in Warsaw, 14<sup>th</sup> Commercial Division of the National Court Register, registered amendments to the Articles of Association of the Company on 9 September 2019. The amendments to the Articles of Association were made on the basis of Resolution No. 4/2019, Resolution No. 5/2019 and Resolution No. 6/2019 of the Extraordinary General Meeting of the Company, which was held on 9 August 2019.

At the same time, the Company's Management Board provides below the content of the new provision of the Company's Articles of Association and the amended provisions of the Company's Articles of Association:

1) In § 5 of the Articles of Association, sec. 5.2.11 has been added, reading as follows:

"The Supervisory Board shall establish internal committees consisting of members of the Supervisory Board, in particular an audit committee ("Audit Committee"). The composition, manner of appointment, tasks, scope of activity and procedures of work of internal committees shall be specified in the regulations of a given committee adopted by the Supervisory Board. A majority of members of the Audit Committee, including its chairperson, shall meet the independence requirements as set out in the Act of 11 May 2017 on Statutory Auditors and their Self-government, Entities Authorised to Audit Financial Statements and Public Supervision. At least one member of the Audit Committee should have knowledge and skills in accounting or financial statements, and at least one member of the Audit Committee should have knowledge and skills in the industry in which the Company operates or individual members of the Audit Committee in certain areas should have knowledge and skills in this industry."

2) § 5 sec. 5.2.1 of the Articles of Association has been amended to read as follows:

"The Supervisory Board shall consist of five to seven members. At least two Members of the Supervisory Board shall meet the independence requirements as set out in the Act of 11 May 2017 on Statutory Auditors and their Self-government, Entities Authorised to Audit Financial Statements and Public Supervision. The number of Members of the Supervisory Board shall be determined by the General Meeting. Members of the Supervisory Board shall be appointed for a joint four-year term of office. The mandates of Members of the Supervisory Board shall expire no later than on the date of the General Meeting approving the Company's financial statements for the last full financial year of the term of office of the Supervisory Board. The Chairperson of the Supervisory Board shall be elected by the General Meeting from among its previously elected members."

3) § 5 sec. 5.2.9 of the Articles of Association has been amended to read as follows:

"Members of the Supervisory Board shall receive remuneration for performing their duties. The amount of remuneration for Members of the Supervisory Board shall be determined by the General Meeting."

### 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).