

Ostrów Mazowiecka, 15 April 2020

CURRENT REPORT NO. 9 / 2020

Subject: inside information - preliminary information on the Issuer's financial results for Q1 2020.

The Management Board of FABRYKI MEBLI "FORTE" S.A. with its registered office in Ostrów Mazowiecka (hereinafter: the Issuer, the Company) hereby publishes preliminary information on the financial results of the FABRYKI MEBLI "FORTE" S.A. Capital Group (hereinafter: the Capital Group) achieved in Q1 2020.

According to preliminary calculations, the approximate value of consolidated sales revenue of the Capital Group in Q1 2020 amounted to PLN 276 million (including PLN 16 million in respect of surplus furniture board produced in our own plant and sold outside the Group) vs PLN 319 million in the comparative period of 2019 (including PLN 12 million sales of board outside the Group), which means that it was 14% lower. In March 2020, due to the impact of the COVID-19 coronavirus pandemic, there was a decrease in turnover by PLN -48 million, i.e. by 42% vs March 2019.

The estimated amount of the Capital Group's consolidated EBIT for Q1 2020 amounted to PLN 27 million, which means an increase of 12% as compared to the same period of 2019, while only in March 2020 EBIT was PLN 0.6 million vs PLN 11.5 million in March 2019.

The estimated amount of the Capital Group's consolidated EBITDA for Q1 2020 was PLN 41 million, compared to PLN 38 million in Q1 2019, which means an increase of 8%. Only in March 2020, EBITDA was PLN 5.3 million vs. PLN 16.4 million in March 2019.

The Management Board of the Company informs that a one-off impact on lowering EBIT in Q1 2020 was due to the inclusion in other operating costs of PLN 2.5 million transferred at the beginning of January this year for co-financing the construction of a runway in Suwałki.

The Capital Group's net financial debt ratio at the end of Q1 2020 does not exceed the levels agreed with the institutions financing the Group.

The Management Board of the Company informs that the financial results provided above are estimates and may differ from the final data, which will be presented in the report for Q1 2020.

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

Ad-hoc-Mitteilung Nr. 9/2020 - Insiderinformation - Vorabinformation über die Finanzergebnisse der Emittentin für das erste Quartal 2020