

## **CURRENT REPORT NO. 28/2020**

**Subject:** Inside information – completion of the strategic options review

With reference to current report no. 10/2020 of 16 April 2020 regarding information on the commencement of the strategic options review, the Management Board of FABRYKI MEBLI "FORTE" S.A. with its registered office in Ostrów Mazowiecka (hereinafter the **Company**) hereby informs that the strategic options review has been completed.

As part of the strategic options review, the Management Board of the Company has analysed various possibilities and scenarios of the Company's development and improvement of its competitive abilities, has assessed the current conditions of the business and market environment as well as forms of possible cooperation.

One of the options considered by the Management Board of the Company was a change in the ownership structure of the Company. In connection with the completion and settlement on 13 October 2020 of the tender offer for the Company's shares announced on 4 September 2020 by the current shareholder of the Company - MaForm Holding Luxembourg S.À R.L. with its registered office in Luxembourg ("**MaForm Holding Luxembourg**") (the "**Tender Offer**"), MaForm Holding Luxembourg has increased its shareholding in the Company and reached a total of approx. 41.01% of the total number of votes in the Company. According to the position of the Management Board of the Company of 22 September 2020 regarding the Tender Offer referred to in current report no. 23/2020 of 22 September 2020, the implementation of the Tender Offer and the intentions of MaForm Holding Luxembourg primarily (i) secure the long-term continuity of ownership supervision and thus ensure stability of the Company's shareholding structure, which is in its interest, (ii) MaForm Holding Luxembourg considers the increase of its shareholding in the Company as a long-term investment and intends to cooperate with the Company in its further development and implementation of its current strategy, as well as intends to pursue new projects and undertakings aimed at increasing the Company's value, as well as that (iii) the announced Tender Offer provided the existing shareholders with a convenient opportunity to make a one-off sale of their large shareholdings in the Company, which is not possible by way of transactions executed on a trading venue organised by the WSE due to relatively low trading in the Company's shares.

Therefore, in the opinion of the Management Board of the Company, the increased shareholding of MaForm Holding Luxembourg in the Company provides sufficient support for further development of the Company's business, and thus the Management Board of the Company has decided to complete the ongoing review of strategic options.

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