

Ostrów Mazowiecka, 30 December 2014

## CURRENT REPORT NO 52/2014

**Subject:** conclusion of a significant agreement

The Management Board of FABRYKA MEBLI "FORTE" S.A. with its registered seat in Ostrów Mazowiecka (hereinafter: the Issuer) informs that on 30 December 2014 it concluded an agreement for delivery of wood-based panels (hereinafter: the Agreement) with Pflaiderer Grajewo S.A. with its registered seat in Grajewo, with Pflaiderer Prospan S.A. with its registered seat in Wieruszów (a subsidiary of Pflaiderer Grajewo S.A.) and with Pflaiderer MDF Sp. z o.o. with its registered seat in Grajewo (a subsidiary of Pflaiderer Grajewo S.A.). The subject of the Agreement includes delivery of raw chipboards, laminated chipboards, raw HDF boards, and lacquered HDF boards to the manufacturing plants of the Issuer in quantities agreed by the Parties. The Agreement was concluded for a two-year period, i.e. from 1 January 2015 to 31 December 2016.

Due to the fact that the price of delivered materials is to be settled according to a pricing formula set out in the Agreement and based on prices of fundamental raw materials for manufacturing of raw wood-based panels, the Parties to the Agreement expect that the estimated value of the Agreement will be EUR 71,000,000 (say: seventy-one million euros), an equivalent of PLN 306,279,800 (say: three hundred and six million two hundred seventy-nine thousand eight hundred zlotys).

In the case of failure to collect the agreed quarterly quantities of material by the Issuer, a contractual penalty of 25% of the net value of uncollected material is foreseen in the Agreement. In the case of failure to deliver the agreed quarterly quantities of material by the Supplier, a contractual penalty of 25% of the net value of undelivered material is foreseen in the Agreement. Payment of the contractual penalties excludes the right to claim compensation exceeding the amount of the contractual penalties.

Other terms and conditions of the Agreement do not vary from standard terms and conditions set out in such agreements.

The Agreement is considered significant due to the fact that its value exceeds 10% of the Issuer's equity.

**Legal basis:** Article 56(2) of the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies.