

Ostrów Mazowiecka, on 31st of March 2016

### CURRENT REPORT NO. 7/2016

**Subject:** obtaining approval for conduct of economic activity within the Suwałki Special Economic Zone by Issuer's subsidiary

The Management Board of FABRYKI MEBLI „FORTE” S.A. (further referred to as FORTE or Company) with its registered seat in Ostrów Mazowiecka hereby informs that as of the 31st of March 2016 the subsidiary of FORTE, that is TANNE Sp. z o.o. obtained approval from the Suwałki Special Economic Zone (further referred to as: SSSE) as of the 18th of March 2016 for the conduct of economic activity in the area of SSSE, understood as production activity, trade and service activity in the scope of goods and services manufactured within the territory of SSSE, specified in the following items of PKWiU section C, division 16. 21-production of Veneer sheets and boards made on the basis of wood, section D, unit 38.11.5-services related to collection and processing of waste, other than dangerous, suitable for recycling, section H division 52.10-storage and maintenance of goods.

Within the approval the following conditions for activity conduct were set out:

1. incurring investment expenditure within SSSE in the meaning of § 6 sec 1 of the Regulation of the Council of Ministers of 10 December 2008 regarding public aid granted to entrepreneurs operating pursuant to authorization for conduct of economic activity within the territories of special economic zones (further referred to as Regulation) in the amount of at least PLN 334,500,000.00 on or before 31 December 2018.
2. employing by TANNE Sp. z o.o. upon the conduct of economic activity within the territory of SSSE post the date of obtaining the approval of at least 130 new employees within the date until 31 December 2018 and maintaining such level of employment for the period of 5 years, counting from the day of its obtaining,
3. completion of investment within the term of 31 December 2018.

It was established that the maximum level of eligible expenditure shall amount to:

1. in case of availing of tax exemption on account of costs of new investment, the maximum level of eligible costs of the investment as specified in § 6 of the Regulation shall amount to PLN 427,050,000.00
2. in case of availing of tax exemption on account of creating new work places, as specified in § 3(1) point 2 of the Regulation for calculating the maximum level of two years' labour costs the costs of labour of 130 newly employed personnel shall be assumed.

In the framework of the obtained approval TANNE Sp. z o.o., subsidiary of FABRYKI MEBLI "FORTE" S.A. plans to realize the investment project which assumes the creation of a plant producing wood-based panels.

**Legal basis:** Art. 56 section 1 point 2 of the Act of the 29th of July on Public Offer and Conditions of Introducing Financial Instruments to Organised Trading and on Public Companies (Journal of Laws from 2009, No 1439 as amended).