

Ostrów Mazowiecka, on the 31st of May 2016

## **CURRENT REPORT NO. 21/2016**

### **Refers: conclusion of significant agreement**

The Management Board of FABRYKI MEBLI „FORTE” S.A. with its seat in Ostrów Mazowiecka (further referred to as the Issuer) hereby informs that as of the 30th of May 2016 it concluded with the limited liability company SIEMPELKAMP Maschinen- und Anlagenbau GmbH (further referred to as the Seller) with its registered seat in Krefeld (Germany) an agreement for the design, delivery, assembly and launch of part of the assembly line for the production of chip board (further referred to as the Agreement).

The total value of the Agreement amounts to EUR 23.650.000 which constitutes an equivalent of the amount of PLN 103.929.925 (according to exchange rate of NBP as of the 30th of May 2016).

Parties agreed the planned term of completion of realization of the Agreement for July 2018.

The total value of contractual penalties and reduction of value of the agreement on account of its incorrect execution may not exceed 12.5% of the total value of the Agreement.

The payment of contractual penalties excludes the entitlement of the Parties to claim damages exceeding the amount of these penalties.

The remaining conditions of the Agreement do not deviate from market conditions generally applied for this type of agreement.

The criterion of considering the Agreement as significant is its value which exceeds 10% of the Issuer's own capital.

Simultaneously, the Company informs that as of today it conducted a cession of the Agreement specified above into the subsidiary of FORTE, that is TANNE Sp. z o.o. with its registered seat in Warsaw, which will be realizing the investment constituting the construction of a chip board plant in Suwałki.

### **Legal basis:**

Art. 56 section 1 point 2 of the Act on Public Offer and Conditions of Introducing Financial Instruments to Organised Trading and on Public Companies.