

Ostrów Mazowiecka, 16 March 2020

CURRENT REPORT NO. 5/2020

Subject: Inside information - impact of the spread of the COVID-19 coronavirus on the Issuer's activities

The Management Board of FABRYKI MEBLI "FORTE" SA. (hereinafter: the Company or the Issuer) informs that the effects of the COVID-19 coronavirus pandemic announced by the World Health Organization and the subsequent actions taken by the Polish government administration, including restrictions on the operation of stores / shopping centers above 2,000 m², as well as similar restrictions introduced in other European countries, will have a significant negative impact on the future financial results of the Issuer's Capital Group, with particular regard to Q2 2020.

At the time of publication of this report, the Issuer is not able to estimate how significantly the effects of the coronavirus pandemic will affect its financial results in 2020. Moreover, the Issuer indicates that it is highly probable that the introduced restrictions will have a negative impact already on the financial results of March this year and, consequently, the entire Q1 2020.

At the same time, the Management Board informs that it is undertaking a number of actions that are aimed at limiting the impact of negative factors to allow for the continued smooth operation of the Company after the state of epidemic emergency in Europe is over.

The Issuer stresses that the above assessment was made to the best of the Issuer's knowledge as at the date of this current report, however, the extent of the impact and its duration is unknown and impossible to estimate and depends on factors that are beyond the influence or control of the Issuer.

The Company's Management Board will regularly analyze the situation of the Issuer and of the Capital Group in relation to the spread of the COVID-19 disease.

Any new circumstances which might significantly affect the generated financial results and economic situation of the Issuer will be communicated in the manner provided for the provision of this type of information.

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