

Ostrów Mazowiecka, on 12th of August 2016

CURRENT REPORT NO. 31/2016

Refers: confidential information-conclusion of significant agreement

The Management Board of FABRYKI MEBLI „FORTE” S.A. with its seat in Ostrów Mazowiecka (further referred to as FORTE or Issuer) hereby informs that as of the 12th of August 2016 it concluded with TANNE Sp. z o.o. with its seat in Warsaw (further referred to as subsidiary of FORTE) an annex no. 1 to the loan agreement of the 13th of June 2016 increasing the loan amount from EUR 10,000,000.00 (in words: ten million euro) to the maximum amount of EUR 20,000,000.00 (in words: twenty million euro) or the equivalent of this amount in PLN.

The loan bears interest according to the variable interest rate on conditions which do not vary from standard market conditions. Loan repayment shall occur in 20 quarterly capital instalments starting from the 30th of September 2018. Interest will be payable on a quarterly basis from the third quarter of 2016. The remaining provisions of the agreement and the annex do not vary from standard provisions applicable for this type of agreements.

As assessed by the Management Board of the Issuer the agreement together with annex no. 1 concluded on this day shall be considered as a significant agreement since the total amount of loan granted exceeds the value of at least 10% of Company own capital as indicated in the recently published consolidated annual report.

The loan granted for TANNE Sp. z o.o. shall be devoted to the realization of investment of construction of chip board plant in Suwałki.

Legal basis art. 17, sec. 1 MAR-confidential information