



Report number: **13/2020**

Date of issue: **2020-05-12 14:27**

Subject: **Recommendation of the Management Board of the Company on the distribution of profit for 2019.**

Contents of the report:

The Management Board of S.A. Centrum Nowoczesnych Technologii Spółka Akcyjna with its registered office in Sosnowiec (the 'Company', 'CNT S.A.') informs that on 12 May 2020 it adopted a resolution to address the Ordinary General Meeting of Shareholders of the Company (the 'AGM' or the 'General Meeting') with a recommendation to allocate the generated net profit indicated in the Company's financial statement for 2019 in the amount of PLN 22,344,384.24 primarily for the purchase by CNT S.A. of its own shares for the repurpose of their redemption (buy-back), and in case of failure to adopt a resolution by the AGM in this respect, for the payment of dividend.

In view of the above, the Company's Management Board recommends adopting by the General Meeting of Shareholders of CNT S.A. a resolution on the allocation of the profit for 2019 in the amount of **PLN 22,344,384.24** to the reserve capital allocated for the repurchase of the Company's own shares for the purpose of their redemption and for the costs of their repurchase as well as granting the Management Board the authorization to repurchase CNT S.A.'s own shares for the purpose of their redemption. The Company's Management Board recommends that the invitation to submit share sales offers should be addressed to all the Company's shareholders. If the General Meeting takes into account the above mentioned recommendation of the Management Board, the detailed conditions of the repurchase will be defined in the resolution of the General Meeting (among others, the price at which own shares will be repurchased and the date of repurchase of own shares). The Company's Management Board is of the opinion that the repurchase of own shares for redemption purposes is in the interest of the Shareholders of CNT S.A. and will not bring about any negative consequences for the Company.

If the General Meeting of Shareholders does not adopt the aforementioned resolution, the Management Board of the Company recommends that the Ordinary General Meeting of Shareholders adopt a resolution on the allocation of the Company's net profit for 2019 in the amount of **PLN 22,344,384.24** so that this profit:

- a) in the amount of **PLN 22,100,000.00** will be allocated for the payment of dividend to shareholders, in the amount of PLN 2.60 per share;
- b) the remaining amount of **PLN 244,384.24** will be allocated to the Company's supplementary capital.

As a dividend date, the Management Board recommends 18 June 2020, and as a dividend payment date 30 June 2020.





The amount allocated for payment to the shareholders is covered by the Company's financial assets as of the day of the resolution, allowing the Company to finance its further operations.

At the same time, the Company informs that in accordance with Art. 382 § 3 of the Commercial Companies Code, the Management Board of CNT S.A. will present the resolution in question recommending the method of distribution of the Company's profit for 2019 to the Supervisory Board for its opinion.

The final decision on the distribution of the profit of CNT S.A. for 2019 will be made by the Ordinary General Meeting of the Company.

**Legal basis:** Art. 17 (1) MAR - confidential information.

