



(TRANSLATION ONLY)

Current report No: 17/2021

Prepared on: 2021-05-12

Issuer's abbreviated name: TORPOL S.A.

Subject: Recommendation of profit distribution for 2020 and dividend payment

Legal Grounds:

Article 17(1) of MAR – Confidential Information

Contents of the Report:

Management Board of TORPOL S.A. (Company, Issuer) informs that on 12 May 2021 it adopted a resolution recommending to the Ordinary General Meeting the distribution of the Company's net profit for the financial year 2020, and on the same day the Company made a motion at the meeting of the Company's Supervisory Board for the Supervisory Board to assess the distribution of the Company's net profit proposed by the above resolution.

The Company's Management Board proposes that the profit for the financial year 2020 amounting to PLN 46,974,094.96 be allocated for:

- dividend payment in the amount of PLN 35,144,100, i.e. PLN 1.53 per share;
- covering the accumulated loss from previous years in the amount of PLN 2,267,000;
- the contribution to the Company Social Benefits Fund in the amount of PLN 700,000;
- increasing the reserve capital in the remaining part of the Company's net profit in the amount of PLN 8,862,994.96.

Simultaneously, the Company's Management Board recommended that the dividend date be set for 30 June 2021, and the dividend payment date for 30 July 2021.

The Company's Supervisory Board, having analyzed the financial situation of the Company and the Issuer's capital group, has positively assessed the proposal of the Company's Management Board presented above regarding the distribution of net profit for 2020.