

## Current Report ESPI No 21/2020

Date: 2020-09-24

Name: QUARTICON S.A.

Subject : Update of information on the impact of the COVID-19 coronavirus pandemic on the operation of the Issuer

Legal basis: Par 17.1 MAR – confidential information

Content:

In reference to the current report No. 5/2020, the Management Board of QuarticOn S.A. [Company, Issuer] informs that on September 23, 2020, the process of aggregating financial data directly from the Company's accounting systems was completed [preliminary sales and cost data] for the period of August 2020, on the basis of which the Company generated an estimated neutral EBITDA [+3.9 thous. PLN] in August 2020. This is the third month consecutive with a positive EBITDA result.

Based on the above data, the Issuer's Management Board, immediately updated the assessment of the impact of the business environment on the Issuer's operations, including in particular the epidemic situation caused by the COVID-19 coronavirus pandemic. Taking into account the current dynamics of acquiring sales and partnership contracts [ including, in particular, Polish and international contracts concluded by the Issuer in the current ESPI reports No. 7/2020, 8/2020, 16/2020, 19/2020 and 20/2020], as well as a relatively constant level of fixed costs for the current scale of the Issuer's operations, further, consistent improvement of the results at the EBITDA level in the third and fourth quarter of this year is assumed. [in the first and second quarter of 2020, the Company reached respectively -242 thousand PLN and -82 thousand PLN EBITDA].

Detailed data on sales and costs, also for the current month, will be subject to separate aggregation carried out for the purposes of preparing the financial statements for the third quarter of 2020. The final figures and financial results for the third quarter of 2020 will be presented in the report for the third quarter of 2020, the publication of which is scheduled for November 16, 2020. It should be emphasized that the last two months of the current quarter are the holiday and holiday period, the specificity of which affects the implementation of sales processes. This subject will be discussed in more detail in the above-mentioned quarterly report.

Definitions:

EBITDA [ang. earnings before interest, taxes, depreciation and amortization] is understood as profit [loss] before deduction of financial costs [interest], taxes and depreciation. In monthly and quarterly reporting, the Company calculates EBITDA on the basis of the result on sales, and thus monthly or quarterly results are more comparable in the short term. On an annual basis, EBITDA is presented as operating result increased by depreciation and amortization

Signatures of persons representing the Company:

Paweł Wyborski - CEO

Michał Giergielewicz - CFO