

Report's type: Current report

Number: 13/2014

Company: LUG S.A.

Subject:

The recommendation of the Board on the proposed division of net profit for 2013.

Content:

The Management Board of LUG S.A. (the "Company", the "Issuer") with its seat in Zielona Góra, hereby informs about an adoption a resolution no. 1/06/2014 referring to suggested division of the net profit for 2013.

According to aforementioned resolution, the Issuer's Management Board included the beginning of an investment process of LUG S.A. Capital Group and suggested to invest whole net profit for 2013 for share capital of the Company.

The Issuer's Management Board justified as well its recommendation with lack of any threats for financial situation and actions in LUG S.A. Shareholders good interests.

In accordance to art. 382 §3 of the Code of Commercial Companies and §23 par. 2 of Company's Statute, aforementioned suggestion of the Management Board were positively assessed by the Supervisory Board and it will be introduced for approval to the General Meeting of Shareholders.

Legal basis:

§4 par. 2 pt. 11 of Appendix No. 3 to the Alternative Trading System Regulations "Current and periodically transferred Information in the Alternative Trading System on NewConnect "

Company representatives:

Ryszard Wtorkowski – President of the Executive Board