

**Report's type: Current report**

**Number: 16/2017**

**Company: LUG S.A.**

**Subject:**

The decision of the General Meeting of LUG S.A. regarding to the dividend payment for 2016.

**Content:**

In reference to the current report no. 12/2017 of 23 May 2017 The Management Board of LUG S.A. with headquarter in Zielona Góra (the "Issuer", the „Company") informs that on 21 June 2017 the Ordinary General Meeting of LUG S.A. adopted a Resolution No. 7 regarding to the distribution of net profit for 2016 an dividend payment.

The Ordinary General Meeting of LUG S.A. resolved:

Dividend amount (amount to be paid): 1 007 799,80 PLN (in words: one million seven thousand seven hundred ninety nine złoty eighty groszy).

The value of a dividend per one share: 0,14 PLN (in words: fourteen groszy)

The numer of shares involved in dividend: 7 198 570 shares (in words: seven million one hundred ninety eight thousand five hundred seventy shares)

The dividend day (the date on which the list of shareholders entitled to dividend is established): 14 September 2017

The day of dividend payment: 21 September 2017

**Legal basis:**

§4 paragraph 2 point 11 and §4 paragraph 6 of Appendix No 3 for Alternative Trading System Rules "Current and periodic information submitted in the alternative trading system on NewConnect"

**Company representatives:**

Ryszard Wtorkowski –President of the Executive Board