

**Report's type** Current report

**Number** 6/2019

**Entity** LUG S.A.

**Subject:** The recommendation of the Management Board regarding the distribution of the net profit for the financial year 2018.

**Content:** The Management Board of LUG S.A. with its registered office in Zielona Góra (the „Company”) informs that on May 30, 2019 had adopted a resolution no. 01/05/2019 regarding the request to the Ordinary General Meeting to allocate the LUG S.A. net profit of 2018 amounted for 1 007 799,90 PLN (in word: one million seven thousand seven hundred ninety-nine 90/100 PLN) for a dividend for the Company's shareholders (0,14 PLN dividend per share). The Management Board suggest to set the dividend day at September 12,2019, while as the dividend payment date recommends appointing September 19, 2019.

At the same time, the Company informs that pursuant to art. 382 §3 of the Code of Commercial Companies, this application was submitted to the Company's Supervisory Board, which at the Management Board meeting on 30 May 2019 positively assessed it and did not make any comments regarding the amount of dividends as well as the deadlines recommended by the Board.

The final decision regarding the distribution of LUG S.A. profit for the financial year 2018 will be made by the Ordinary General Meeting of the Company.

**Legal basis:** § 4 para. 2 point 11) of Appendix No. 3 to the Alternative Trading System Rules "Current and periodic information disclosed in the alternative trading system on NewConnect"

**Company's representatives:**

Ryszard Wtorkowski – The President of the Management Board