

**Report's type** Current report ESPI  
**Number** 1/2021  
**Entity** LUG S.A.

**Subject:** Conclusion of a contract for the expansion of the production and warehouse hall by a subsidiary of the Issuer.

**Legal basis:** Art. 17 para. 1 MAR – confidential information.

The Management Board of LUG S.A. ("Issuer", „LUG”) with its headquarter in Zielona Góra informs that on January 11<sup>th</sup>, 2021 the Issuer's subsidiary - LUG Light Factory sp. z o.o. („Contracting Entity”) concluded with M&J sp. z o.o. based in Żary ("Contractor") a contract for the development of the design and execution, the subject of which is the extension of the production and warehouse hall with office and social facilities in the Research and Development Center in Nowy Kisielin near Zielona Góra.

As a result of this extension, the warehouse space will be increased by approx. 3.000 m<sup>2</sup>, and the office and social space will be increased by approx. 500 m<sup>2</sup>.

The gross value of the investment is PLN 7.100.000,00. The contract will be implemented by the Contractor till the August 31<sup>st</sup>, 2021.

Detailed conditions of the agreement in question and the related risks do not differ from the conditions commonly used on the market for this type of agreement.

**Company's Representative:**

Ryszard Wtorkowski – CEO of the Management Board