

Current report no. 05/2020 of 16.03.2020

Subject: Information on the possible impact of the spread of the coronavirus COVID-19 on the Company's financial results in 2020

Legal basis: Article 17 (1) of the MAR Regulation – confidential information.

Content of the report:

The Management Board of Global Cosmed S.A. with its seat in Radom ("Company"), in reference to the recommendations of the Polish Financial Supervision Authority of March 12, 2020, informs about the possible impact of the spread of the COVID-19 coronavirus on the Company's financial results in 2020. The Company monitors the situation related to the spread of the COVID-19 coronavirus on an ongoing basis, and analyzes the possible impact of the epidemic on the company's operations. In its activities, the Company follows the advice and guidelines of WHO and recommendations of national institutions. Internal procedures have been implemented to minimize the risk to our employees and contractors.

The Management Board observes the increased market demand for the cosmetic products offered by the Company, in particular Apart Natural liquid soaps. The company has introduced a new Apart Natural antibacterial liquid soap, in line with WHO guidelines. Work on the new products in the cosmetics and household chemicals segment to meet consumer expectations is underway.

The company makes every effort to ensure full availability and high quality of its products, in conditions of above-standard demand. On the other hand, there were disruptions in the supply of raw materials and packaging for production, combined with speculative increases in their prices. There are also challenges related to maintaining production efficiency and deliveries due to absenteeism of employees.

In summary, the epidemiological situation is developing dynamically and it is currently difficult to assess its impact on the Company's operations and financial results.

More detailed information on the impact of COVID-19 on the Company's operations and its financial results will be published in the annual report for 2019 or immediately in separate current reports.