

Current report number 2/2019

Dated: March 18th 2019

Subject: Arctic Paper S.A. Management Board's recommendation on non-payment of dividend from the net profit of 2018.

General legal basis:

Art. 17 sec. 1 of MAR – inside information

Treść:

The Management Board of Arctic Paper S.A. (the "Company") hereby informs that on 18th of March 2019, it took a decision to submit a recommendation to the Company's Supervisory Board and to the Ordinary Shareholders Meeting on non-payment of dividend from the net profit of 2018, which was disclosed in the Company's annual financial statement as of 2018.

Lower financial result of the Group than the one achieved in previous years, currently implemented investments aiming to retain competitiveness and stability of energy costs, as well as the current level of the Company's indebtedness, prompt the Management Board to submit a recommendation of keeping the net profit in the Company in order to strengthen its equity.

The Management Board's recommendation will be a subject to the opinion of the Company's Supervisory Board.

The final decision in reference to the distribution of the net profit of 2018 will be taken by the Ordinary Shareholders Meeting.