

ARK ROYAL SA (6/2019) Information on company development plans.

Current Report 6/2019

Legal basis: Article 17 point 1 MAR - confidential information.

The Ark Royal SA new management's strategic goal is to reposition the company and turn it into Information Technology company, providing competitive innovative solutions based on artificial intelligence, complex hardware and software developments.

In order of this, in short term, we are setting up a new business line, focusing on technological advisory activity, based on the management professional experience and business network. The revenues from this activity will cover the current costs of functioning.

Secondly, the basic strategy concerning Ark Royal SA is to find appropriate target IT company that may be brought as an asset (i.e. in-kind contribution) to Ark Royal against shares newly issued in the framework of a share capital raising in Ark Royal SA.

We are in the process of negotiating with target companies, analyzing product and solution portfolios and the professional competencies of the potential colleagues. The management wants to end negotiations and make a decision by the end of November 2019.

In order to attract people who can support the company in implementing the strategy through a business and personal network, Mr. Gergely Bárdos, the main shareholder, has obliged to selling 7,877,720 shares to three people. These persons are entitled to purchase shares for PLN 0.06-0.07 per share over the next year.

The General Meeting of Shareholders will be held by the end of the year. The Management Board will present proposals for ordering the Company's statute and a project to increase the share capital related to the acquisition of the selected entity.