

## CURRENT REPORT

In accordance with Law no. 24/2017 and FSA Regulation no.5/2018

Date of the report: **29.05.2020**

Name of the issuing company: **TERAPLAST S.A.**

Registered office: **Saratel village, Sieu-Magherus commune, DN 15A, KM 45+500, Bistrita-Nasaud county**

Telephone/Fax: **0263/238.202; 0263/231.221**

Trade Register Office Number: **J06/735/1992**

VAT number: **RO3094980**

Subscribed and paid-up capital: **RON 133.780.501,80**

Regulated market for shares admitted to trading: **Bucharest Stock Exchange**

### **Major events to report:**

Following the TeraPlast Board of Directors' meeting in May 28, 2020, and the finalization of the consultation process with the Trade Union, TeraPlast SA brings to its shareholders' and investors' attention the final decision on the layoff plan announced in May 11, 2020.

Thus, after finalizing the consultation process and the internal analyses, and due to the recent evolution in demand, TeraPlast will not implement the layoff plan aimed at 8,9% of the company's workforce.

*"The period that the business environment passes through has a high level of uncertainty and can not be compared to anything we've been through before. The major challenge is the ability to adapt and properly accommodate the needs of the companies, employees, partners, and shareholders. The measures implemented so far brought positive results and the recent evolution of our business helped us significantly reduce the impact on the jobs.*

*We estimate that the results for the first half of 2020 will be 15% higher compared to the same period of 2019, with improved profitability. We are a solid group and our response time together with our experience contribute to reducing the impact of the crisis on our business and especially on our colleagues" stated Mr. Alexandru Stanean, CEO of TeraPlast Group.*

Recently, TeraPlast Group announced projections for the first six months of 2020. Thus, the Group estimates over RON 470 million in revenue in H1, 15% higher than in the first half of 2019. The estimated EBITDA marks a 32% increase compared to the same period of last year, up to RON 47 million, while the EBITDA margin is estimated at 9,8% - an over 1% increase compared to the first half of 2019. The main resources of growth are TeraSteel Serbia and the positive evolution of the infrastructure works for the Installation business line in TeraPlast.

The published projections are estimated and can be subject to change in the half-year financial report that will be published in July 27, 2020, in accordance with the financial calendar.

**General Manager**  
**Alexandru Stanean**

**For further information you can contact us by**

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