

CURRENT REPORT

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

Date of the report: 26th September 2018

Name of the issuing company: TERAPLAST S.A.

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

Phone number: 0263/238.202

Fax number: 0263/231.221

Trade Register No.: J06/735/1992

VAT number: RO3094980

Subscribed and paid-up share capital: RON 85.691.044,20

Regulated market for shares admitted to trading: Bucharest Stock Exchange, standard cat., symbol TRP

Important events to be reported: the distribution of shares to the employees and members of the management of the Teraplast Group companies, in accordance with the Extraordinary General Shareholders' Meeting from 21.09.2017, with the Extraordinary General Shareholders' Meeting from 14.09.2018 and with the Decision of the Board of Directors from 26.09.2018.

Teraplast S.A. is informing its shareholders and potential investor that, based on the EGMS from 21.09.2017, the EGMS from 14.09.2018 and the Decision of the Board of Directors from 26.09.2018, a number of 3,571,144 TRP shares will be offered to employees and members of the management of the Teraplast Group companies.

We attach to the present the Information document drafted in accordance with Appendix no. 4 of the Regulation no. 5/ 2018.

Director

Dorel Goia

Should you need any further information, please contact us at 0752-101.571, e-mail: diana.bretfelean@teraplast.ro, contact person Diana Bretfelean – Legal adviser



Information document on offering free securities to employees and members of the management of Teraplast Group companies

(Information document in accordance with Appendix 4 of Regulation 5/2018)

1. Individuals responsible for the procedure

1.1 Name and position of the individuals and/or name and headquarters of the companies responsible for the information included in the information document

TERAPLAST S.A. - with headquarters in the village of Sărațel, Șieu-Măgheruș, DN 15A, km 45 + 500, Bistrita-Nasaud county, postcode 427301, telephone number/fax. 0374/461.529, 0263/231.221, registered at Bistrita-Nasaud Trade Registry Office with the number J06/735/1992, individual registration number 3094980, represented by Mr. Alexandru STÂNEAN - Chief Executive Officer;

1.2. Statements made by the individuals mentioned in 1.1, by which they declare that, to their knowledge, the information transmitted is real and without omissions which might significantly affect the information document.

Upon verification of the content of this information document, Teraplast SA, represented by Alexandru Stanean - CEO, accepts all responsibility for its content and confirms that the information provided is real and without omissions or false statements which might significantly affect the information document.

2. Information concerning the shares' issuer

2.1. Name, headquarter, fiscal code and registration number at the Trade Registry Office.

Name of the issuer: TERAPLAST S.A.;

Headquarters: Saratel village, Șieu-Măgheruș, DN 15A, km 45 + 500, Bistrita-Nasaud county, postcode 427301;

Company registration: registered at the Bistrita-Nasaud Trade Register Office with the number J06 / 735/1992, individual registration number RO 3094980;

2.2. Company's capital:

- Value of the subscribed, paid-up capital: 85,691,044.20 lei;
- Number of issued shares: 856,910,442 shares;
- Nominal value of a share: 0,10 lei;

3. Information concerning the offer or allocation of securities towards current or ex members of the management or other employees

3.1. Decisions by which the offer or allocation of securities to current or ex members of the management and employees was decided



Through the decision of the Extraordinary General Shareholders' Meeting no. 1 from the 21st September 2017, Teraplast S.A.'s redemption was approved in accordance with the applicable legal provisions, within the limit of a budget of 1,850,000 lei, in order to implement a remuneration system for the employees of the company which respects the principle of long term performance and of a personnel loyalty, granting a mandate to the Board of Directors to fulfil this decision.

By the decision of the Extraordinary General Shareholders' Meeting no. 1 from 14th September 2018, it was approved the amendment of the EGSM Resolution no. 1 of 21.09.2017 for the decrease of the maximum number of shares that can be redeemed from 5,150,000 shares to 3,571,114 shares, within the limit of a budget of 1,480,308.10 lei, instead of 1,850,000 lei approved previously. It was also approved that shares redeemed by the Company will be transferred free of charge to employees and members of the management of the Teraplast Group companies under the "stock option plan" developed by the Company, respectively granting this mandate to the Board of Directors to pursue the decision.

Through the Board of Directors' Resolution no. 57 dated 26.09.2018, based on the mandate granted by the decisions of EGSM as of September 21, 2017 and on September 14, 2018, it was decided that the 3,571,114 shares purchased under the Stock Option Plan will be offered free of charge to the employees and members of the management of the Teraplast Group companies.

The transfer of shares ownership from the company to the employees and members of the management of the companies in the Teraplast Group will be allocated after the transmission of this document and the documents related to the transfer, according to the legislation in force, to the Central Depository.

If we are dealing with a share capital increase - Not the case

3.2. Description of the capital increase:

- the reason of the capital increase:
- the value of the capital increase:
- the number of shares issued for the capital increase:
- the number of shares offered to current or former members of the management or other employees

Not applicable

3.3. Description of the operation: the reason of the allocation of shares, number of securities allocated, the number of securities offered to individuals by types of investors

The operation entails the buy-back of shares by the company in order to implement a remuneration system that ensures the long-term performance principle and a loyalty program for employees.

According to the Resolution of the Board of Directors no.57 dated 26.09.2018, a number of 3,571,114 shares will be distributed free of charge to the employees and members of the management of the Teraplast Group companies.



3.4. Description of the type and class of the securities that are offered or allocated

The securities offered are dematerialized nominative shares traded on the Standard category at the Bucharest Stock Exchange.

3.5. The time period share subscription

The transfer of shares property from the company to the members of the management of the company will take place after the transmission of this document and the documents related to the transfer, in accordance with the law in force, to the Central Depository.

3.6. Subscription price

As stated in the Board of Directors' Resolution no.57 dated 25.09.2018, it was decided to allocate free of charge towards the employees and members of the management of the TeraPlast Group companies the 3,571,114 acquired shares.

3.7. The intermediary which aided in the drafting of the information document and through which subscriptions will be made

Not applicable.

3.8. Other information believed to be of relevance by the issuer or by the ASF

According to art. 16, par. (3) (b) (5) of Regulation 24/2017, the drafting and publication of a prospectus are not mandatory for the securities offered, assigned or to be assigned to former or current management or employee members or current ones by the employer either by the parent company or a subsidiary, provided that the company has its headquarters or is registered in the European Union and a document containing the content of the regulations issued by the ASF is available, as is Annex 4 to ASF Regulation no.5 / 2018.

Issuer

TERAPLAST SA

ALEXANDRU STANEAN
CHIEF EXECUTIVE OFFICER

