

**MASTERPLAST Nyilvánosan Működő Részvénytársaság** (8143 Sárszentmihály, Árpád u. 1/A.; a hereinafter "Company") hereby informs the honorable Investors that the subsidiary of the Company, MASTERPLAST Kft. (seat: 8143 Sárszentmihály, Árpád u. 1/A., Cg.: 07-09-013368), is launching a major investment in the healthcare industry (hereinafter: Project) by establishing a production plant for the production of raw materials for the production of protective equipment, supported by the Hungarian State.

The Project will be implemented at the Company's headquarters in Sárszentmihály, with the construction of a new production plant with a floor area of 7700 m<sup>2</sup> and the installation of a vlies production technology. The new factory to be established is fully suitable for the supply of raw materials for manufacturers of medical protective clothing, mouth masks and other hygiene devices used in healthcare for pandemic protection. High productivity is ensured by manufacturing technology with a high level of automation, which is able to produce single or multi-layered health care textiles while achieving special product properties. Based on the knowledge and experience gained through the Company's acquisition in Germany, the company also intends to conduct research and development activities in its new plant, which aims to develop new, innovative raw materials tailored to the needs of the healthcare industry.

Further details of the Project:

1. The total value of the Investment: HUF 9,460,286,426, i.e. HUF nine billion-four hundred and sixty million-two hundred and eighty-six thousand four hundred and twenty-six Hungarian forints,
2. Source of the Project: 20% own resources and 80% non-refundable state subsidy. The amount of state subsidy is HUF 7,504,736,260, of which the amount of subsidy granted under the title "Investment subsidy for the production of products relevant to Covid19" is HUF 7,320,917,905, and the amount of subsidy granted under the title "Subsidy for research and development relevant to Covid19" is HUF 183,818,355.
3. Expected capacity of the vlies production technology: 7 thousand tons / year
4. Expected labor requirements of the factory: 50 people
5. Scheduled start of production: June 2021
6. Planned sales of the healthcare business in 2021: EUR 15-20 million

State subsidy is based on the Health Industry Support Program and named "Non-repayable resource for investments in the development or production of a product relevant to the control of the coronavirus epidemic of domestic small, medium and large enterprises, as well as support for strengthening domestic health production", which is a non-repayable source, and it is disbursed by the Ministry of Finance. The relevant Agreement was signed by the Parties on 16 December 2020.

With the Project, Masterplast Group will launch the largest production development investment in its history, creating a unique regional production plant in the entire Carpathian Basin, contributing to the strengthening of Hungary's pandemic defense capacity. In addition to the usual profit margin in the healthcare industry, higher than in the construction industry, the healthcare business can generate annual sales of more than EUR 20 million for the Masterplast Group. In the future, the healthcare division will be a key part of the Group's strategy, consciously striving for its development, so it may strengthen to the level of the construction segment by the end of the decade according to the plans of the Company.

MASTERPLAST Nyrt.