

Current ESPI Report No. 5/2020

Date: 2020-04-02

Name: QUARTICON S.A.

Subject: Update of information on the impact of the COVID-19 coronavirus pandemic on the operation of the Issuer

Report content:

With reference to current report No. 4/2020 regarding the impact of the COVID-19 coronavirus pandemic on the Issuer's operations, the Management Board of QuarticOn S.A. ["Company", "Issuer"] informs that on April 2, 2020, it decided to make its own search engine of Smart Search products free and widely available for three months.

The purpose of the above of activities is to strengthen the condition of the Polish retail industry by supporting the effective sale in the online stores, which in the long run may lead to increasing of sales of products offered by the Company, and as a consequence have impact on the future financial results of the Company.

The latest survey for the Chamber of Electronic Economy shows that as many as 37% of respondents nowadays consider online shopping safer than in traditional stores, and it is estimated that in the first months of 2020 online sales had a 16% share in total retail sales. The COVID-19 coronavirus pandemic can double this percentage in 12 months. These market changes may have a positive impact on the services for the e-commerce industry, which in the long run may cover possible negative effects of a pandemic in this sector.

The Company underline, however, that as at the date of this current report, the actual impact of the effects of the COVID-19 pandemic on the Issuer's operations and future financial results of the Company is impossible to estimate and depends on factors that are beyond the control of the Issuer.

