

General Meeting of Grupa LOTOS S.A.**Concerning: coverage of net loss of Grupa LOTOS S.A. for 2020**

Pursuant to Art. 395.2.2 of the Commercial Companies Code and Art. 9.3 of the Articles of Association of Grupa LOTOS S.A. (the "Company"), the Management Board of the Company requests the General Meeting of Grupa LOTOS S.A. cover the net loss for 2020.

The Management Board of Grupa LOTOS S.A. recommends that the net loss of PLN 881,331,986.81 for 2020, shown in the separate financial statements, be covered in whole from the Company's statutory reserve funds.

At the same time, the Management Board recommends that the General Meeting resolve not to pay dividend for 2020 from the Company's statutory reserve funds. The recommendation is made in view of:

- a) the net loss as reported in the separate financial statements for 2020;
- b) the need to execute further important CAPEX projects, including those covered by the Company's Strategy;
- c) the uncertainty as to the stability of the fuel market, in particular related to the future spread of the COVID-19 pandemic, and the resulting need to secure the Company's liquidity position.

Pursuant to Art. 382.3 of the Commercial Companies Code and Art. 13.2.5 of the Articles of Association, the Management Board has requested that the Supervisory Board make an assessment of the proposed coverage of the Company's net loss for 2020. On May 27th 2021, the Supervisory Board of Grupa LOTOS S.A. issued a positive opinion on the Management Board's proposal to cover the net loss of PLN 881,333,986.81 as disclosed in the separate financial statements from the Company's statutory reserve funds and not to pay dividend for 2020.

Jarosław Wróbel
Vice President of
the Management
Board

Krzysztof Nowicki
Vice President of
the Management
Board

Jarosław Wittstock
Vice President of
the Management
Board

Piotr Walczak
Vice President of
the Management
Board

Zofia Paryła
President of the
Management Board