

Information document for Shareholders regarding the granting or allocation of free shares

1. Responsible persons

1.1. *The name and the function of the private person and/or the name and the headquarters address of the legal person responsible for the information included in the presentation document*

Teraplast SA, headquartered in village Saratel, Sieu-Magherus, DN 15A, km 45 + 500, county Bistrita-Nasaud, Romania, Zip Code 427301, registered with the Trade Register No. J06/735/1992, Sole registration number at the Trade Register Office No. 309498, bank account RO55 BTRL 0060 1202 A608 75XX opened at Banca Transilvania SA, Bistrita, represented by Mr. Alexandru STÂNEAN Chief Executive Officer.

1.2. *Declarations of the responsible persons mentioned at the point 1.1. of which to appear that the information included in the presentation document are, in their knowledge, in conformity with reality.*

After verifying the content of this prospect, the company Teraplast SA, represented by Mr. Alexandru STÂNEAN, Chief Executive Officer, accepts the responsibility for the content and certifies that the released information are in conformity with reality and they do not contain omissions or untrue declarations designed to affect significantly the content of the document.

2. General information about the issuer

2.1. *Name, headquarter, trade register number, Sole registration number at the Trade Register Office*

Name of issuer: Company TERAPLAST S.A.

Headquarters: village Saratel, Sieu-Magherus, DN 15A, km 45 + 500, county Bistrita-Nasaud, Romania, Zip Code 427301.

Company registration: registered with the Trade Register No. J06/735/1992, Sole registration number at the Trade Register Office No. 3094980

2.2. *Social capital before the increase:*

- The value of the subscribed and paid share capital: RON 174.320.047,80
- The number of shares: 1.743.200.478 shares
- The nominal value of each share: RON 0.10

3. Information regarding the shares offered for free to the shareholders

3.1. *The formalities which decides the increase of the share capital which involves offering for free the issued shares to the existing shareholders.*

By the General Meeting of Shareholders decision, dated June 25, 2021, approved the increase of the share capital with RON 43.579.988, from the current RON 174.320.047,80 up to RON 217.900.035,80 lei, by the issue of 435.799.880 new shares of a nominal value of RON 0.10/share, and setting a price of RON 0,44 lei for the compensation of fractional shares resulting from the application of the algorithm and rounding down the results to the nearest integer, according to the legal provisions in force.

The increase of the share capital will be achieved by incorporating the amount of RON 43.579.988, from the profit of the period January 1, 2021 - March 31, 2021. The newly issued shares shall not change the shareholders' quotas and shall be freely distributed to all Company shareholders registered into the Company Shareholder Register held by the Central Securities Depository (Depozitarul Central S.A.) at the date of registration. The capital shall be increased in order to sustain the current Company business. Each shareholder registered with the Company Shareholder Register at the date of registration shall be issued one free share for every four shares held.

By decision no.37 of September 24, 2021 the Board of Directors of TERAPLAST S.A. approved the date of October 15, 2021 as the date of payment of the compensation of the fractions of shares following the application of the algorithm and the rounding of the results to the lower inferior.

3.2. *The registration date established by GMS/or BD, for the identification of the shareholders which will benefit of the offering or allocation of free shares.*

Registration date approved by the Board of Directors for the shareholders identification is **September 29, 2021.**

3.3. *The description of the share capital increase:*

- **The reason for the share capital increase:** The amounts obtained from the share capital increase will be used to support the current activity of the company.
- **The amount and the source for the capital increase:** The increase of the share capital will be achieved by incorporating the amount of 43.579.988 lei, from the profit of the period January 1, 2021 - March 31, 2021.
- **The number of issued shares by the capital increase:** 435.799.880 new shares will be issued, with a nominal value of RON 0.10 / share.

3.4. *Description of the type and the class of the shares which will be offered or allocated. The number of shares allocated for free for each owned share.*

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

Each shareholder registered at September 29, 2021 will receive a number of 1 new share for each 4 held shares.

3.5. *The value of the increased share capital*

The value of the increased share capital is RON 217.900.035,80.

3.6. The agent which helped the issuer at the compiling of the presentation document - Not the case.

3.7. Any other information considered important by the issuer or by the F.S.A.

According to Regulation (EU) 2017 / 1.129, art. 1 para 5 lit. g), the obligation to draw up and publish a prospectus does not apply to the admission to trading on a regulated market of the following securities: shares offered, attributed or to be awarded without a cash consideration to existing shareholders, as well as shares issued if the dividends are paid by issuing shares of the same class as the shares for which the dividends are paid, provided that those shares are the same class of shares already admitted to trading on the same regulated market and a **document is available with information on the number and nature of shares and the reasons and details of the offer or award;**

Issuer

Company TERAPLAST S.A.

Chief Executive Officer

Alexandru Stănean

If you need any further information feel free to contact us at email investor.relations@teraplast.ro or by phone at: +40 741 270 439 – Contact person: Alexandra Sica.

