



STATEMENT OF KORPORACJA KGL S.A. – CURRENT PRODUCTION-COMMERCIAL SITUATION
31.03.2020

Dear Customers – Dear Business Partners,

Hereby we present the most important information regarding the current business operations of the company, considering particularly the area of production and sales. We would like to provide our Partners with reliable information to which extent the present coronavirus pandemic impacts our business.

1. According to the previous communication, the company continues production operations in both plants in order to meet the obligations of its Customers, Partners and Employees.
2. The company monitors the day-to-day legal situation and the practical solutions applied in Poland and worldwide, aimed at preventing further spread of coronavirus infections in the work places and production plants. We have appointed the Crisis Management Team and implemented a number of Procedures and internal regulations, the purpose of which is to ensure health and well-being of our Employees and the production continuity.
3. The dynamic situation and the pace of coronavirus spread influences however the effectiveness of our business. By the daily monitoring of the situation, we declare that the risk of late deliveries in meeting the previously agreed delivery dates may occur.
4. The effectiveness of our operations and the time of deliveries are impacted by a number of state limitations and internal factors, to include the below:
 - a. Limitations related to the employees travelling between the company offices and production plants;
 - b. Reduced number of production hours required to run disinfection after each shift;
 - c. Limited availability of our Employees including: childcare leaves, obligatory quarantine and the quarantine ordered by the employer, in line with the internal regulations;
 - d. Reduction of team works and related extension of assignment completion.
5. Despite the present situation, our approach towards the safety and quality remain unchanged, however the objective limitations do affect the execution of production plans, therefore we foresee temporary restrictions in the production flexibility and order acceptance.

We would appreciate your understanding and contacting our representative in order to continuously monitor the order fulfillment. We believe that the actions that we have undertaken shall result in maintaining continuous production that stand for completion of Your orders.

Tomasz Krzeszowski-Waloszek

Chief People Officer

