

ESPI Current Report

Number: 37/2022
Date of preparation: 15 December 2022
Company: XTPL S.A., a joint stock company with its registered office in Wrocław

Title:

Moving on to the next stage of an industrial project in the display sector by selling a technology validation device to a Partner in South Korea

Legal basis: Article 17(1) MAR – inside information

Contents of the Report:

The Management Board of XTPL S.A. (the “Issuer”, “Company”, “XTPL”) hereby reports that on xx December 2022 it confirmed the acceptance of an order for delivery of a device for technology validation in the area of next generation ultra-high resolution micro OLED displays.

The ordering partner is HB Technology, listed on KOSDAQ (078150.KQ) in South Korea, a manufacturer of devices for testing and repairing devices for the largest global display makers. HB Technology’s clients are the world’s leading manufacturers, including Samsung Display Corporation and Beijing BOE Display Technology (“Partner”).

Acceptance of the order means moving on to the next stage of work on the use of the Company’s technology at the end client (“Client”), a leading manufacturer of flat panel displays (FPDs). As part of the just-commenced next stage of the project aimed at the industrial implementation of XTPL’s technology in the display sector, during the first six months of 2023 the Company will deliver its device for technology validation at the R&D level to the Partner in order to speed up the process of analyzing and adapting the XTPL solution to the Client’s needs. At the same time, preliminary talks have started regarding the construction of a prototype industrial device based on XTPL’s technological solution.

The Partner’s decision to buy the validation device was taken following a complex process of evaluating XTPL technological solutions in cooperation with the Partner and the Client. The complex evaluation process with the Partner took about 24 months to complete.

Sales revenue connected with the order will be recognized during the first half of 2023.

The Issuer's Management Board has decided that the commencement of execution of the order for the delivery of the technology validation device is inside information due to the achievement of a key level of technology evaluation with a potentially significant importance for the Company's future development. The order opens up another stage of close cooperation between the Company and the Partner, ultimately geared towards development and industrial implementation of the device on production lines of the leading global FPD maker. The cooperation also confirms the attractiveness of the technological solution offered by the Company and the further commercialization potential of the XTPL technology as part of its business line of printing modules for industrial integration.

Accordingly, in the opinion of the Issuer's Management Board, the above information meets the criteria of inside information within the meaning of Article 7(1) MAR.

Signatures of Company's representatives:

Jacek Olszański
MANAGEMENT BOARD MEMBER