

ESPI Current Report

Number: 40/2019
Date: 5 September 2019
Company: XTPL S.A., a joint stock company with its registered office in Wrocław

Topic: Forecast number of patent applications until the end of 2020.

Legal basis: Article 17 MAR – inside information

Contents of the Report: The Management Board of XTPL S.A. (the “**Issuer**” or the “**Company**”) hereby makes public the forecast number of patent applications that the Company intends to prepare and file to obtain effective international protection for its technology.

In the opinion of the Management Board, securing intellectual and industrial property in the form of a constantly expanded patent cloud is currently the key factor contributing to the Company's value and its business position in the ongoing commercialization process.

The Management Board expects the Company to file 26 patent applications in the period from 1 September 2019 to 31 December 2020.

This forecast is based on:

- plans connected with development and commercialization of the technology in the first selected application fields: displays and smart glass;
- assumptions regarding the Company's organizational development in the technology and business areas;
- development of XTPL's core printing technology.

In the opinion of the Management Board, for a hard tech company (like the Issuer), effectively protected intellectual and industrial property is a product and can constitute a source of competitive advantage – and its safe commercialization is possible provided it is fully protected in selected international markets.

The Management Board believes that the high level of intellectual and industrial property protection will ensure the Company appropriate bargaining position before the first commercial contracts are signed with selected partners.

For the above reasons, the Management Board of the Company has decided that attaining the forecast number of patent filings may have a significant impact on assessment of the prospect of commercialization of the technology for various application fields, and thus on the Company's revenue position and long-term growth. Appropriate protection of the technology developed by the Issuer and consistent expansion of the patent cloud is aimed at ensuring achievement of key interests of XTPL, which fits with the development strategy pursued by the Company and may affect the valuation of the Issuer by investors.

In the opinion of the Issuer's Management Board, the above may be considered material information about the Issuer that would probably be taken into account by stock investors in their investment decisions, notably as regards assessment of the fundamental factors affecting the Company's value and the Company's revenue generation potential and time frames. For this reason, in the opinion of the Management Board, this information meets the criteria of inside information within the meaning of Article 7(1) MAR.

Signatures of the Company's representatives:

Maciej Adamczyk
MANAGEMENT BOARD MEMBER