

Current Report no 21/2020

Date of preparation: 2020-05-18

Abbreviated name of the Issuer: MABION S.A

Subject matter: Decision on the intention to issue U series ordinary bearer shares of the Company in order to increase the share capital of Mabion S.A.

Legal basis: Article 17_1_ MAR - confidential information

Content of the report:

The Management Board of Mabion S.A. ("Company") informs that today it made a decision on the intention to issue up to 1,907,281 U series ordinary bearer shares of the Company with a nominal value of PLN 0.10 each, to increase the Company's share capital by an amount not lower than PLN 0.10 and not higher than PLN 190,728.10. The above decision was also approved by the Company's Supervisory Board today.

With regard to the above, the Company will propose an item on the agenda of the next Ordinary General Meeting of the Company, providing for the adoption of a resolution on increasing the Company's share capital by issue of U series ordinary bearer shares.

The aim of the planned issue is to obtain additional funding for working capital and, in particular, to accelerate the ongoing development of MabionCD20 and to achieve the milestones envisaged to submit an application for marketing authorisation for MabionCD20 to the European Medicines Agency as soon as possible. In addition, the company continues the required development activities to obtain registration in the US.

The acquired capital will allow Mabion, a fully integrated company with GMP-certified facilities, to conduct further development based on its previous experience, robust quality process, experienced and qualified workforce, as well as technological capacity.

The intention of the Company's Management Board is that the issue is effected in the form of a private placement within the meaning of Art. 431 §2_1_ of the Commercial Companies Code, carried out by way of a public offering exempt from the obligation to publish a prospectus within the meaning of the relevant provisions of law or another information or offering document for the purpose of such an offering, and in particular that the selection of investors to whom offers to subscribe for U series shares is made with account taken of the book-building process or another process aimed at acquiring entities subscribing for new issue shares. In the opinion of the Management Board of the Company, the issue of U series shares should be carried out with the full exclusion of the existing shareholders' pre-emptive right to all U series shares, which is in the interest of the Company and its shareholders and serves to ensure efficient provision of its capital. The issue price of U series shares will be determined by the Management Board of the Company within the limits set by the General Meeting.

The Company will inform about convening the Ordinary General Meeting providing for the adoption of a resolution on increasing the Company's share capital through the issue of ordinary bearer shares of U series by means of a separate current report, in accordance with the applicable regulations.