



Petrokemija PLC, Fertilizer Company
Aleja Vukovar 4, 44320 Kutina, Croatia
Ordinary share PTKM-R-A ISIN HRPTKMRA0005
LEI 74780000U0FHQRSAX069
Member State: the Republic of Croatia
Listed on the Zagreb Stock Exchange Official Market
Notice pursuant to the Capital Market Act

Information on the impact of COVID-19 on the business operation of Petrokemija PLC

In accordance with the recommendation of the European Securities and Markets Authority (ESMA) published on ESMA's website on 11 March 2020, Petrokemija PLC hereby notifies you of the impact of the COVID-19 outbreak on the Company's underlying factors, prospects or financial situation:

In view of the measures introduced by the National Civil Protection Headquarters of the Republic of Croatia, the Management of Petrokemija PLC has made an assessment of potential risks in conducting business activities, with respect to the impact of the coronavirus (COVID-19) on the Company's business operation. According to the currently available information and estimates, the Company's business operation should continue in the next month without any significant production, commercial or financial disruptions.

With the secured supply of raw materials, favourable technical and technological conditions, and available human resources in accordance with the usual operating regime, the risk of production continuity is kept completely under control. It is also estimated that the planned sales will be fully realized both in the domestic market and in the majority of export markets, considering that the season of spring mineral fertilizer application is underway with the usual agrotechnical deadlines.

Therefore, the market supply of mineral fertilizers and other products of Petrokemija PLC is not questionable. In the logistics segment, especially in the road shipment of finished products for export, some deviations from the planned activities are possible due to the disturbances caused by the impact of the COVID-19 on the road transport sector. However, efforts will be made to minimize this risk with alternative shipping options - by using rail, river or sea transport.

As regards the financial risks, Petrokemija PLC does not anticipate any major negative trends and problems in the short run.

In the event of any significant changes of circumstance in the near future, in terms of an increase in the number of patients or potential introduction of quarantines and closure of borders in the Republic of Croatia and the neighbouring countries of the so-called regional market, the Management of Petrokemija PLC will apply an alternative program of business activities and continue its business operation under the conditions of limited and reduced volume of production and scope of shipment. At present, however, this option is not relevant.

Petrokemija PLC
phone: 044 647 270
e-mail: uprava@petrokemija.hr
web: www.petrokemija.hr