Extraordinary announcement

Temporary PRAC measures regarding ESMYA to impact full year 2017 audited financial statements

The Company hereby announces that its audited consolidated financial statements for 2017 are going to be prepared taking into account the expected negative impact on business as a result of the temporary measures imposed by PRAC in respect of Esmya. With these impacts in mind the management lowered its long term sales targets for Esmya to be realised on its EU and Latin American markets. In addition to the revised guidances the Company will account for an impairment loss with regard to intangible asset and goodwill linked to Esmya. This impairment loss is expected to amount to HUF 42 billion subject to the process of auditing. Operating profit and Net profit for the period will, therefore, significantly fall behind the amounts published in the report presented to the Budapest Stock Exchange on 12 February 2018, containing figures for the 12 months to December 2017 period.

Gedeon Richter Plc.