

Purcari Wineries Public Company Limited

1 Lampousas Street, 1095, Nicosia, Cyprus

Tel: +373 22 856 035, Fax: +373 22 856 022

HE201949

Share capital: EUR 200,000

www.purcari.wine



1827
S I N C E

To: Bucharest Stock Exchange (BVB)

cc: Cyprus Securities & Exchange Commission (CySEC), Romanian Financial Supervisory Authority (FSA)

Announcement & Current report

Report date: **12 March 2020**

Company name: **Purcari Wineries Public Company Limited**

Headquarters: **1 Lampousas Street, 1095, Nicosia, Cyprus**

Phone/fax no.: **+373 22 856 035/ +373 22 856 022**

Cyprus Trade Register Registration Number: **HE201949**

Subscribed and paid in share capital: **EUR 200,000**

Regulated market where the issued securities are traded: **Bucharest Stock Exchange, International shares category**

Symbol: **WINE**

Notification on

Mandatory update following CySEC Circular no. C360 dated 06 March 2020

On 06 March 2020 the Cyprus Securities & Exchange Commission (CySEC) has issued the Circular no. C360 (the "Circular") stating the following: *"CySEC expects that all Issuers will assess the financial impact, as well as any risks and uncertainties that a possible outbreak of the coronavirus may have on their businesses/operations and make a relevant announcement immediately."*

In complying with the respective Circular Purcari Wineries Public Company Limited (the "Company") is issuing the current statement. The Company is continuously monitoring the situation regarding COVID-19 outbreak and, as of the date of this report can share the following:

- The Company is not experiencing at the moment of writing any material disruptions to its supply chain;
- There are no COVID-19 cases registered with Company's personnel;
- The Company has not been informed about any material cancelations of outstanding supply contracts;
- The Company does not experience any material disruptions to its production operations in Romania and Moldova;

- All necessary precautions have been undertaken to minimize any adverse impact on the health and wellbeing of Company's employees, as well as the sustainability of Company's operations.

As additional background, in the fiscal 2019, the Company's sales to areas heavily affected by Coronavirus is as follows:

Top countries with COVID-19 cases	Share of 2019 Sales, %
Asia (incl. China, South Korea and Japan)	6%
Italy	<1%
Iran	nil
Spain	<1%
France	<1%
Germany	<1%
USA	<1%
Switzerland	<1%
Norway	<1%
Sweden	<1%

Specifically, in the case of China, the Company has executed its shipments in line with plans ahead of the Chinese New Year (January 25, 2020), which also represents the seasonally strongest period in the year. Orders reduced significantly subsequent to January 25th, 2020, which is also traditionally the weaker season, but also coincided with the business disruptions in China following the outbreak of COVID-19. The Company is actively monitoring the situation in China with regard to the possible implications on its operations in the country.

While the Company didn't register any material disruption to Company's operational activity, we will continue to assess the financial impact, as well as any risks and uncertainties that the COVID-19 outbreak may have on Company's operations and make any adjustments to the Company's guidance for 2020 depending on the evolution of the situation.

Sincerely,

Victor Arapan
CFO