

Current Report No. 12/2012 of 20 December 2012

The Issuer's sale of shares to a subsidiary

The Management Board of Farmacol S.A. – the Issuer - announces that on 20 December 2012 concluded with its subsidiary i.e. CEFARM Białystok S.A. with its registered office in Białystok the share sale agreement of 1000 shares with the par value of PLN 100.00 (in words: one hundred zlotys) for each share, with the total par value of PNL 100,000.00 (in words: one hundred thousand zlotys) representing 100% of the share capital and conferring 100% votes at the Shareholders' Meeting of the company operating under the business name: **FARMACOL DS spółka z ograniczoną odpowiedzialnością** w Katowicach, registered in the District Court Katowice-Wschód in Katowice, 8th Commercial Division of the National Court Register under the National Court Register Number (KRS) 0000408130. The total purchase price for all aforementioned shares was PLN 6,100,000.00 (in words: six million and one hundred thousand zlotys).

The principal activity of the purchased company is the wholesale of pharmaceutical products and medicinal materials.

The share purchase in the aforementioned company was financed with equity and the investment is of a long term nature.

Signatures of duly authorised representatives of the company:

1. Andrzej Smuga – President of the Management Board
2. Barbara Kaszowicz - Vice-President of the Management Board

Legal basis: Par.7 in conjunction with Par 5.1.1 of the Minister of Finance's Regulation of 19 February 2009 on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state (Journal of Laws of 28 February 2009) and pursuant to Art. 56.1.2 of the Act on Public Offering of 29 July 2005 on public offering, conditions governing the introduction of financial instruments to organised trading, and public companies.