

Share capital increase at the Issuer's subsidiary

The Management Board of Farmacol S.A. – the Issuer – announces that on 27 December 2012 the Extraordinary General Shareholders' Meeting of the Issuer's subsidiary Przedsiębiorstwo Zaopatrzenia Farmaceutycznego "CEFARM - KIELCE" Spółka Akcyjna Spółka Komandytowo – Akcyjna with its registered office in Kielce passed a resolution on the increase of the share capital of this company by the issue of 200,000 **new registered shares of B series** with a par value of PLN 10.00 (ten zlotys) each, which were taken up respectively by the Issuer and its another subsidiary CEFARM Białystok S.A. with its registered office in Białystok, as follows:

»the Issuer took up 197, 392 (one hundred and ninety seven thousand three hundred and ninety two) registered shares of "B" series numbered from 002 609 to 200 000, and
»CEFARM Białystok S.A took up 2,608 (two thousand six hundred and eight) registered shares of "B" series numbered from 000001 to 002 608. The shares in the increased share capital of the limited joint-stock partnership were covered by the Issuer and CEFARM Białystok S.A with contributions in kind in the form of the sets of tangible and intangible assets which, respectively composed of:

- A. the trade mark "Farmacol",
- B. a developed real property located in Warsaw in Wilanów District at ul. Rzodkiewki 17 (seventeen) - plot no. 3/20 (three slash twenty);
- C. a developed real property located in Warsaw in Wilanów District in ul. Rzodkiewki 19 (nineteen) - plot no. 3/18 (three slash eighteen);

in case of the contribution in kind of the Issuer, where the total market value of the Issuer's object of contribution in kind amounted to PLN 101,913,047.43 (in words: one hundred and one million nine hundred and thirteen thousand forty seven zlotys 43/100), i.e. the value of these assets constitutes over 10% of the value of Issuer's equity;

© in case of the contribution in kind of CEFARM Białystok S.A.: the trade mark "Cefarm 24.pl", where the total market value of the contribution in kind amounted to PLN 1,345,620.00 (in words: one million three hundred and forty five thousand six hundred and twenty zlotys 00/100)

As a result of taking up of the aforementioned shares, the Issuer will own 202,391 (in words: two hundred and two thousand three hundred and ninety-one) shares in Przedsiębiorstwo Zaopatrzenia Farmaceutycznego „CEFARM - KIELCE" S.A. S.K.A. in Katowice which represents 98,7273 % of its share capital and confer 98,7273 % votes of the total number of votes. While CEFARM Białystok S.A. will own 2,608 (in words: two thousand six hundred and eight) shares in this company which represents 1,2722 % of its share capital and confer 1,2722 % votes of the total number of all votes.

The investment in the shares of Przedsiębiorstwo Zaopatrzenia Farmaceutycznego „CEFARM - KIELCE” S.A. S.K.A. in Katowice is for the Issuer and CEFARM Białystok S.A. a long term investment.

The contribution of the aforementioned non-cash contributions into Przedsiębiorstwo Zaopatrzenia Farmaceutycznego „CEFARM - KIELCE” Spółka Akcyjna Spółka Komandytowo - Akcyjna with registered office in Katowice was a stage of the process of reorganisation of the Issuer’s Capital Group to separate the main area of the business activity of the Issuer and its subsidiary companies from the activity connected with the management of trade marks and other assets.

Signatures of duly authorised representatives of the company:

1. Barbara Kaszowicz – Vice-President of the Management Board
2. Krzysztof Sitko – Member 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 (the 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.