

To
The BSE-Sofia
The Financial Supervision Commission
The Investment Community
Sofia

Re.: decision for the incorporation of a new daughter company to Sirma Group Holding JSC

Date: 17.10.2018

Dear Sirs,

In accordance with the requirements of the Public Offering of Securities Act, Ordinance No.2 of the FSC and Regulation 596/2014 of the EP and the Council, with hereby inform you that on a meeting of the Board of directors of Sirma Group Holding JSC, from 16.10.2018, the decision for participation in the incorporation and capital of a new daughter company, focused on the segment of specialization of Sirma Group Holding "Retail", was taken as follows:

- **Name:** Sirma CI JSC;
- **Founders:** Sirma Group Holding JSC, Bogomil Angelov Iliev and Rumiana Todorova Stoikova;
- **Head office and seat:** Sofia, Mladost Region, Blvd. "Tsarigradsko Shose" № 135;
- **Capital:** 133 000 /one hundred and thirty three thousand/ BGN. The capital of the company shall be distributed to 133 000 ordinary shares with nominal value 1 BGN each and issue value equal to the nominal;
- **Participation of Sirma Group Holding:** Sirma Group Holding will subscribe at nominal value 106 400 ordinary shares, by making a payment to the capital of Sirma CI JSC of BGN 26 600;
- **Representation:** Sirma Group Holding JSC, in its capacity of founder-shareholder of Sirma CI JSC shall be represented by its legal representative – the CEO Tsvetan Alexiev at the Constituent Assembly, relationships with the other founders, third parties and the Commercial Register;
- **Activity:** design, development, sale, implementation and support and maintenance of information technologies, systems and software products, consulting in the IT sphere and systems.

Regards,

Stanislav Tanushev

Investor Relations Director

Сирма Груп Холдинг АД