



In light of the application submitted by the United Tobacco Company to obtain a manufacturing and operating license for the production of tobacco products of Philip Morris International Company in the Arab Republic of Egypt,

On the occasion of what was included in the Tender Dossier for the limited bid to obtain the license, namely the Eastern Company's entitlement to participate with a share of 24% of the capital of the company that obtained the license,

And based on the current negotiations between the Eastern Company and United Tobacco Company, and the restructuring of the contractual relationship pertaining to manufacturing products of International Philip Morris in Egypt once the license is issued,

The Board of Directors of the Eastern Company was convened on Wednesday, April 13, 2022, and decided to approve the following:

1. Participating in the capital of the United Tobacco Company with 24% of the company's capital amounting to 100 million Egyptian pounds;
2. Inviting the Eastern Company's OGM to approve the resolution of participation in the company that obtained the new license (noting that the founders of the United Company will solely bear the total cost of the value of the new license, without the Eastern Company bearing any costs for the value of the license);
3. Restructuring the contractual relationship to manufacture Philip Morris products immediately after the issuance of the manufacturing and operating license in accordance with the Tender Dossier as follows:
 - 3.1 Upon obtaining the license, the United Company shall lease the building and the current production lines dedicated to the production of Philip Morris products for a period of 3 years.
 - 3.2 The Eastern Company continues to manufacture Philip Morris products on the same production lines until the end of the current financial year 2021/2022 and for the agreed-upon quantities.
4. Authorizing the CEO and Managing Director to sign agreements and contracts for the implementation of these resolutions and putting them into effect.

Investor relation manager

Mohamed Abdel Rahman