

Current Report No. 7/2023**Date: 27.03.2023****Subject:** Issue of securities by Silvair, Inc.

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With reference to the current report of Silvair, Inc. (the “**Company**”) No. 15 dated 8 August 2019, the current report of the Company No. 16 dated 26 October 2020 and the current report of the Company No. 17 dated 10 August 2020, the Company announces that on 27 March 2023 the conversion of the amounts due under the promissory notes convertible into the Company’s common shares of the new issue with the total nominal value of USD 2,100,000.00 with a maturity date falling in 2022 (the “**Convertible Notes**”) in relation to which the Company issued to the holders of the Convertible Notes a total of 1,439,334 ordinary bearer shares of the Company within the Company’s authorized capital (the “**Shares**”). Conversion of the Convertible Notes into Shares took place upon the terms and conditions approved by the Resolutions of the Board of Directors of the Company on 8 August 2019 and 10 August 2020. Moreover, the Company has also issued 168,574 ordinary bearer shares of the Company within the Company’s authorized capital in relation to the exercise of rights of the Company’s Option Scheme members (the “**Option Shares**”).

Upon the conversion of the Convertible Notes and the issuance of the Option Shares, the Company’s share capital amounts to USD 1,738,305.30 and consists of 17,383,053 shares of the Company with the par value of USD 0.10, including (i) 16,423,053 shares of the Company’s Common Stock, constituting in total 94.48% of the share capital and carrying in total the right to 16,423,053 votes at the general meeting of the Company, representing 74.03% of the total number of votes in the Company and (ii) 960,000 shares of the Company’s Founders Preferred Stock (each such share carrying the right to six votes at the general meeting of the Company), constituting in total 5.52% of the share capital and carrying in total the right to 5,760,000 votes at the general meeting of the Company, representing 25.97% of the total number of votes in the Company.

Legal basis: Article 17 Section 1 of the MAR - inside information.

Disclaimer

This current report was prepared in accordance with Article 17 Section 1 of the Regulation No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation).

This material constitutes fulfillment of disclosure obligations to which the Company is subject as a public company with shares listed on a regulated market in Poland and is not an offer for sale of securities in the United States of America or any other jurisdiction. This current report is by no means intended, whether directly or indirectly, to promote the offering, subscription or purchase of the New Shares and does not represent advertisement or promotional material prepared or published by the

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