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# Partial exercise of the over-allotment option

Total size of the Offering reaches 3,015,859 shares

**Prague (2 November 2020)** — in connection with the public offering of its shares on the Prime Market of the Prague Stock Exchange announced on 22 September 2020 (the "Offering"), CZG – Česká zbrojovka Group SE ("CZG" or the "Company") announces that Société Générale, acting on behalf of itself and the other Managers (Česká spořitelna, Komerční banka and Wood & Company Financial Services), has exercised the over-allotment option for 215,859 additional shares at the Offering Price of CZK 290 per share. Consequently, the total number of CZG shares offered in the context of the public offering of its shares reaches 3,015,859 shares, of which 2,800,000 new shares and 215,859 existing shares, and the free float represents c. 9.2% of the share capital of the Company.

Following the Offering and the registration of the capital increase, the total number of shares in the Company amounts to 32,638,000 of which 90.8% held by Česká zbrojovka Partners SE after exercise of the over-allotment option.

CZG's shares were admitted to trading on the Prime Market of the Prague Stock Exchange on 1 June 2020, and trading in the shares offered in connection with the Offering which took place from 22 September 2020 to 1 October 2020 started on 2 October 2020 on the Prime Market of PSE under the ticker symbol "CZG".

Effective from the first trading day, Erste Group Bank, Fio banka, J&T banka and Wood & Company Financial Services have agreed to act as market makers for CZG shares with spread set at CZK 8 and minimal lot at 1,000 pcs.

## About CZG - Česká zbrojovka Group SE

CZG – Česká zbrojovka Group (CZG), together with its subsidiaries, is one of the leading European producers of firearms for military and law enforcement, personal defense, hunting, sport shooting and other civilian use. CZG markets and sells its products mainly under the CZ (Česká zbrojovka), CZ-USA, Dan Wesson, Brno Rifles and 4M Systems brands. CZG's subsidiaries include Česká zbrojovka, CZ-USA, 4M Systems and CZ Export Praha. CZG owns



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a minority stake in Spuhr i Dalby, a Swedish manufacturer of optical mounting solutions for weapons.

CZG is headquartered in the Czech Republic. It has production facilities in the Czech Republic and in the United States and employs around 1,625 people in the Czech Republic, the United States and Germany.

Last year, CZG announced its intention to invest into extension of its presence on the U.S. market by strengthening its production and distribution capacities in the region through the Little Rock Project.

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This communication is an advertisement for the purposes of the Prospectus Regulation EU 2017/1129 and underlying legislation. It is not a prospectus. The prospectus prepared by CZG – Česká zbrojovka Group SE was approved by the Czech National Bank in accordance with the Prospectus Regulation regime. However, the approval of the prospectus should not be understood as an endorsement of the shares by the Czech National Bank.

Investors should subscribe for or purchase securities solely on the basis of the prospectus in its final form relating to the shares and should read the prospectus before making an investment decision in order to fully understand the potential risks and rewards associated with the decision to invest in the shares. The prospectus for this transaction is available on the issuer's website <u>https://www.czg.cz/investors</u>.

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