

To
BSE-Sofia AD
Financial Supervision Commission
Investment Community
Sofia

Regarding: sale of a majority stake in a subsidiary of Sirma Group Holding - Sirma AI JSC, trading as Ontotext

Date: May 17, 2022

Dear Sirs,

In accordance with the requirements of the Public Offering of Securities Act, Ordinance 2 of the FSC and Article 17 of Regulation 596/2014 of the EP and the Council, we inform you of the following:

On May 16, 2022, at a meeting of the Board of Directors of Sirma Group Holding JSC, an offer received from the investment company Integral Venture Partners, London was approved in principle. In its role as leading investor Integral Venture Partners offer to purchase a majority stake in the subsidiary Sirma AI JSC, as follows:

- Subsidiary: Sirma AI JSC;
- Valuation of the whole company Sirma AI JSC: EUR 28,500,000.00;
- Potential buyer of shares: New Frontier Technology Invest SARL (Société à responsabilité limitée, address: 15, Boulevard F.W. Raiffeisen, L-2411 Luxembourg, Incorporator: EEP11 Portco A SARL (a Luxembourg domiciled entity, part of the Integral Venture Partners group of entities);
- Potential sellers of shares: Sirma Group Holding JSC, Sirma Solutions JSC and Ontotext JSC;
- Expected proceeds from the sale: The total sale price for the shares to be sold by Sirma Solutions JSC, Ontotext JSC and Sirma Group Holding JSC is expected to be EUR 19,535,004, and the share of Sirma Group Holding JSC would be EUR 6,600,714;
- Additional conditions: the buyer would undertake to increase the capital of Sirma AI JSC with a cash contribution of EUR 10,750,000.
- Distribution of the shares after the capital increase: 76.2% of the company's capital would belong to New Frontier Technology Invest SARL, while Sirma Solutions JSC will retain a share of 23.80% of the capital.

Further development of the proposed transaction is subject to approval by the financing banks and the General Meeting of Shareholders of Sirma Group Holding JSC.

Sirma AI JSC



The IT company Sirma AI JSC, trading under the brand of Ontotext, is the company within Sirma Group Holding JSC, which specializes in the development of products and services based on artificial intelligence, semantic databases and analysis of unstructured data. The company's leading product is the database Graph DB. Sirma AI's clients include global leaders in the fields of financial services, healthcare, public sector and industrial production, including S&P, the Financial Times, Johnson Controls, PSA / Stellantis, the BBC and the UK Parliament.

[Integral Venture Partners SARL](#)

Integral Investment Company is based in London. Institutions such as the EBRD, EIB, IFC, etc. participate in the investment base managed by the company. The main focus of the investment policy of the funds, managed by Integral, are Central and Southeastern Europe. The industries where the company invests are TMT (technology, media, and telecom), B2B services, healthcare, consumer goods and services.

Kind regards,
Stanislav Tanushev
Investor Relations Director
Sirma Group Holding JSC

