

ATARI

A French Société anonyme à Conseil d'administration
with a share capital of 3,060,274.29 Euros
Registered office : 25, rue Godot de Mauroy - 75009 Paris
Identification number 341 699 106 RCS Paris
(the « **Company** »)

**SUPPLEMENTARY REPORT OF THE BOARD OF DIRECTORS
ON THE ISSUANCE OF ORDINARY SHARES**

March seven, 2022,

Dear Shareholders,

This report has been prepared in order to report to you, in accordance with the provisions of Articles L. 225-129-5 and R. 225-116 of the French Commercial Code, on the use made of the delegation of powers granted to the Board of Directors to issue ordinary shares.

1. **DELEGATION OF AUTHORITY CONFERRED BY THE COMBINED EXTRAORDINARY AND ORDINARY GENERAL MEETING OF 30 NOVEMBER 2021 (THE "DELEGATION OF AUTHORITY")**

Under the terms of its twelfth resolution, the Combined Extraordinary and Ordinary General Meeting of 30 November 2021 (the "**General Meeting**") delegated, with the option of sub-delegation, its authority and the necessary powers to the Board of Directors to carry out, on one or more instances, a capital increase of a maximum nominal amount of 30,000,000 by issuing (i) ordinary shares and/or securities giving access by any means, immediately and/or in the future, to existing and/or to be issued ordinary shares of the Company, and (ii) securities giving access to debt securities, which may be subscribed for either in cash or by offsetting liquid and payable claims, while maintaining the preferential subscription right (the "**Capital Increase**").

All powers have been granted to the Board of Directors to carry out the Capital Increase, at any time from 30 November 2021 until 30 January 2024.

2. **RESOLUTIONS OF THE BOARD OF DIRECTORS DATED 7 MARCH 2022**

Under the terms of its deliberations dated 7 March 2022, the Board of Directors has:

- decided to partially implement the Delegation of Authority and consequently decided to decide on a capital increase with maintenance of the shareholders' preferential subscription right and delegated all necessary powers to carry out all acts and formalities required for the completion of the capital increase to the Chairman and Chief Executive Officer;
- decided that the new shares will be issued at a unit price of €0.1640 per share, i.e. €0.01 of par value and €0.1540 of share premium;
- decided that the maximum total amount of the issue, including the share premium, shall be twelve million five hundred and forty-seven thousand one hundred and twenty-four euros and fifty-five cents (€ 12,547,124.55), of which seven hundred and sixty-five thousand sixty-eight euros and fifty-seven cents (€ 765,068.57) of par value and eleven million seven hundred and eighty-two thousand fifty-five euros and ninety-eight cents (€ 11,782,055.98) of share premium by issuing a maximum number of seventy-six million five hundred and six thousand eight hundred and fifty-seven (76,506,857) ordinary shares;

- decided that the subscriptions for the new shares shall be paid up in cash and/or by way of set-off against liquid and due claims on the Company;
- decided to set the period during which subscription orders may be placed from 15 March 2022 to 28 March 2022 inclusive;
- decided that the preferential subscription right will be tradable from 11 March 2022 until 24 March 2022 inclusive, under the same conditions as the existing shares;
- decided that the holders of preferential subscription rights may subscribe on an irreducible basis, at the rate of one (1) new share with a par value of €0.01 each for every four (4) existing ordinary shares held (four (4) preferential subscription rights will entitle the holder to subscribe to one (1) new share at a price of €0.1640 per share), without taking into account fractions. Preferential subscription rights may only be exercised up to a number of preferential subscription rights allowing the subscription of a whole number of shares. Shareholders or transferees of their rights who do not hold a sufficient number of existing shares to obtain a whole number of new shares by way of irreducible subscription, shall be responsible for acquiring on the market the number of preferential subscription rights necessary for the subscription of a whole number of shares of the Company;
- decided that shareholders or transferees of their preferential subscription rights may subscribe for the number of new shares they wish, in addition to the number of new shares resulting from the exercise of their preferential subscription rights on an irreducible basis;
- noted that based on the closing price of the Company's share on Euronext Paris on 7 March 2022, i.e. €0.1900, the theoretical value of the preferential subscription right amounts to €0.0052 and the theoretical value of the share ex-rights amounts to approximately €0.1848;
- decided that the preferential subscription rights not exercised shall automatically lapse at the end of the subscription period, i.e. on 28 March 2022 inclusive;
- decided that the new shares issued will be ordinary shares of the same class as the existing ordinary shares of the Company. They shall carry dividend rights and shall be entitled, as from their issue, to all distributions decided by the Company;
- decided that the issue will be the subject of a public offering in France only;
- decided that the new shares will be admitted to trading on the Euronext Paris Compartment C market as of 1 April 2022. The new shares will be immediately assimilated to the existing ordinary shares of the Company, already traded on the Euronext Paris market, and will be tradable, as from this date, on the same quotation line as these shares, under the same ISIN code FR0010478248;
- decided that the new shares may be in registered or bearer form, at the option of the subscribers;
- decided that subscriptions for shares and payments of funds by subscribers whose shares are registered in administered or bearer form will be received until 28 March 2022 inclusive by their authorised intermediary acting in their name and on their behalf;
- decided that the subscriptions and payments of subscribers whose shares are registered in pure registered form will be received free of charge until 28 March 2022 inclusive at CACEIS Corporate Trust (14 rue Rouget de L'Isle, 92130 Issy-Les-Moulineaux);

- decided that each subscription must be accompanied by the payment of the subscription price in cash or by way of set-off against liquid and due claims on the Company;
- decided that the funds paid in support of the subscriptions will be centralised with CACEIS Corporate Trust (14 rue Rouget de L'Isle, 92130 Issy-Les-Moulineaux), which will be responsible for drawing up the certificate of deposit of funds recording the completion of the capital increase;
- decided that if, on the closing date of the subscription, the subscriptions on an irreducible basis and, if applicable, on a reducible basis, have not absorbed the entire capital increase, the Chairman and Chief Executive Officer may use, in the order he determines, some or all of the options provided for below (i) limit the issue to the amount of subscriptions received, provided that this amount reaches at least three quarters of the issue decided upon (ii) freely allocate all or part of the unsubscribed securities, or (iii) offer all or part of the unsubscribed securities to the public, on the French market and/or, if applicable, internationally;
- decided that all expenses will be charged to the share premium; and
- decided to grant all powers to the Chairman and Chief Executive Officer to carry out all acts and formalities necessary for the completion of the Capital Increase, to acknowledge its final completion, to amend the Company's Articles of Association accordingly and to carry out all legal formalities following the Capital Increase and, more generally, to take all measures, enter into all agreements, make all subscription commitments, sign all documents and carry out all declarations and formalities to successfully complete the planned issue.

In accordance with the legal and regulatory provisions in force, this supplementary report is available at the registered office and will be brought to your attention directly at the next general meeting.

Mister Wade J. ROSEN
Chairman on the Board and Director