

POLISH FINANCIAL SUPERVISION AUTHORITY

Current Report No. 2/2020

Date prepared: 2020-01-17

Short name of the issuer: ELEKTROTIM S.A.

Subject Concluding a Conditional Agreement of Sale of real property of ELEKTROTIM S.A. in Wrocław

Legal grounds: Article 17, section 1 of MAR - Confidential Information

Content of the Report:

The Board of ELEKTROTIM S.A. with its seat in Wrocław informs that on 16th January 2020 it concluded a Conditional Agreement of Sale of right of perpetual usufruct of land property together with the title to the buildings seated on it, located in Wrocław Stargardzka street, of the total floor surface of 1.841 ha (hereinafter referred to as: the Real Property).

The sale of the Real Property shall be completed subject to the following terms and conditions:

1. The Mayor of Wrocław shall not exercises the right of pre-emption which the Commune of Wrocław is entitled to pursuant to Article 109, section 1, subsection 2 of the Act of 21 August 1997 on the Real Property Management Act within the scope of perpetual usufruct of undeveloped plots,
2. the Real Property Lease Agreement shall be concluded together with the Agreement on transferring of the perpetual usufruct right.

The Parties set the price of the perpetual usufruct of the land and of the ownership right to the buildings seated on it amounting to PLN 13,530,000.00.

The Parties shall conclude the Agreement on transferring the rights to the Real Property within two weeks from the day of notifying the Notarial Office about the fact that the Mayor of Wrocław resigned from the right of pre-emption to the Real Property or within two weeks after one-month term to exercise this right which course begins from the day the Notary Public notifies the Mayor of Wrocław about the content of the Agreement.

The Board of ELEKTROTIM S.A. informs that it has recognised the above-mentioned information as confidential information within the understanding of the definition included in Article 7 of MAR due to the fact that selling of the Real Property will have influence on financial results of the ELEKTROTIM Group of Companies.