

POLISH FINANCIAL SUPERVISION AUTHORITY

Current Report No. 38/2019

Date prepared: 2019-11-15

Short name of the issuer: ELEKTROTIM S.A.

Subject: Information regarding the conclusion of a contract with TAURON Dystrybucja S.A.,
Branch Office in Kraków

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

Content of the Report:

ELEKTROTIM S.A. informs that on 15.11.2019 it received a Contract concluded with TAURON Dystrybucja S.A. Branch Office in Kraków (date of contract: 14.11.2019).

The Subject of the Contract is the execution of the following task for TAURON Dystrybucja S.A. (hereinafter referred to as "the Ordering Party"): "Expansion of the technical infrastructure of the Dispatching Communication Centre within the territory of TAURON Dystrybucja S.A. Branch Office in Kraków, Part 2 - on third party and other facilities" for task no. 2 which includes developing complete detailed, technical and legal documentation (design documentation) based on the technical assumptions of the investment specified in the Contract, as well as building or/and modernising and commissioning to the Ordering Party, the Ordering Party's location (facility), in accordance with the design documentation approved by the Ordering Party.

The final term for the Contract has been set for 20.11.2020.

For the execution of the subject of the Contract ELEKTROTIM S.A. shall receive remuneration amounting to PLN 10,650,000.00 net.

The warranty period for the executed subject of the Contract shall be 36 months.

Other terms and conditions of the Contract, including provisions regarding contractual penalties do not diverge from the commonly applicable terms and conditions of this kind of Contracts.

ELEKTROTIM S.A. informed about the selection of the offer submitted by the Company as the most favourable offer in the Current Report no. 32/2019 of 16.10.2019.

Taking into account the current portfolio of orders of ELEKTROTIM S.A., as well as estimated risk of the Company in the context of, among others, risk of becoming dependant of receivers-customers, the Company publishes the fact of concluding the above-mentioned Contract due to their significance for the incomes of ELEKTROTIM S.A. in the future.