

Current Report No. **6/2020**

Date prepared: 2020-04-02

Short name of the issuer: ELEKTROTIM S.A.

Subject **Impact of coronavirus SARS-CoV-2 and incidents of COVID-19 on the operations of ELEKTROTIM S.A. and the Group of Companies**

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

Content of the Report:

In relation to the guidelines of the European Securities and Markets Authority and the Financial Supervision Company of 12 March 2020, the Board of ELEKTROTIM S.A. ("the Company") informs about the impact of spreading of coronavirus SARS-CoV-2 and incidents of COVID-19 on the operations of ELEKTROTIM S.A. and ELEKTROTIM Group of Companies ("the Group").

The Board informs that the operational activities of the Company and the Group are carried out without significant disruptions. The Group implements all guidelines recommended by the Chief Sanitary Inspectorate and other state institutions with particular focus on recommendations regarding safety, health, and hygiene; direct contacts of employees within the organization have been limited; home office mode has been initiated for office workers. For business contacts the remote communication methods are commonly used.

The most important risks currently observed by the Board are as follows:

1. halting the execution of contracts at the construction sites and projects by different Ordering Parties due to closures of facilities where the tasks are being carried out or due to the necessity of limiting direct contacts of the employees,
2. timeliness of execution of projects due to lack of employees and delays in deliveries of materials and equipment necessary for production,
3. lack of financial means in the Ordering Parties for covering the liabilities,
4. not commissioning the completed works by the Ordering Parties due to a hazard connected to COVID-19, ministerial/internal regulations and/or national regulations,
5. currency risk - increase of materials for production due to changes in the exchange rate.

The Board of the Company expects that the results of spreading of coronavirus SARS-CoV-2 and incidents of COVID-19 may have significant impact on future operational and financial results and the activities of ELEKTROTIM S.A. and the Group even though currently the scale of the impact is impossible to estimate.

The actual size of the impact of the results of spreading of coronavirus SARS-CoV-2 and incidents of COVID-19 on the operations of the Company and the Group is, in the opinion of the Board, unknown and depends on the factors outside of the Company's control.