

POLISH FINANCIAL SUPERVISION AUTHORITY

Current Report No. 6/2017

Date prepared: 2017-03-08
Short name of the issuer: ELEKTROTIM S.A.
Subject: Information on concluding a contract with Olczyk Spółka z ograniczoną odpowiedzialnością [limited liability company] Lokum 4 Spółka komandytowa [limited partnership] with its registered office in Wrocław (Company being part of LOKUM Deweloper Group)
Legal grounds: Article 17, section 1 of MAR - Confidential Information

Content of the Report:

ELEKTROTIM S.A. informs that on 07.03.2017 it concluded a contract with Olczyk Spółka z ograniczoną odpowiedzialnością Lokum 4 Spółka komandytowa with its registered office in Wrocław (the Ordering Party/Investor) with the participation of OlczykSpółka z ograniczoną odpowiedzialnością LOKUM 2 Spółka komandytowa with its registered office in Wrocław (Substitute Investor) (date of the Contract: 07.03.2017).

In Current Report 1/2017 of 05.01.2017 the Company informed about the selection of the offer by ELEKTROTIM S.A. in the tender proceedings for the following task: "Cabling three 2-run overhead lines 110 kV in order to release the plot for investments planned in ul. Gnieźnieńska in Wrocław."

The subject of the Contract is comprehensive execution by ELEKTROTIM S.A. of the above-described investment task in two stages:

a) stage 1 - redevelopment of three overhead, 2-run 110 kV lines from GPZ R-144 Długa to EC 33 Wrocław to cable lines in ul. Gnieźnieńska 6 in Wrocław and

b) stage 2 which includes disassembly of pole no. 2 together with the foundation of line S-161/S-162 and disassembly of poles 1, 1a, and 2 together with the foundation of line S-165/S-166

as well as carrying out all works that are necessary to complete the tasks referred to in the Contract, in particular carrying out all activities set forth in the Building permit and in the Construction and Detailed Design, and specified in different decisions of state authorities or agreements of institutions being part of the Construction Project.

The subject shall be carried out:

a) stage 1 - by 30.11.2017,

b) stage 2 - by 30.01.2018,

The Parties agreed on the remuneration for the comprehensive execution of the subject of the Contract in the amount of PLN 11,920,595.33 (say: eleven million, nine hundred twenty thousand, five hundred ninety five and 33/100).

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.

Taking into account: the current portfolio of orders, estimating risk of becoming dependant of receivers-customers, and a significant meaning for the incomes of ELEKTROTIM S.A. in the future, the Company publishes this Report due to The Company publishes the Report due to the fact that the Company qualifies the subject Contract as confidential information in conformity with the definition set forth in Article 7 of MAR Ordination.