

POLISH FINANCIAL SUPERVISION AUTHORITY

Current Report No. 20/2016

Date prepared: 2016-06-04
Short name of the issuer: ELEKTROTIM S.A.
Subject: Information regarding the conclusion of a contract with TAURON Dystrybucja S.A., Branch Office in Legnica
Legal grounds: Article 56, section 1, subsection 2 of the Public Offering Act – current and periodical information

Content of the Report:

Pursuant to Article 5, section 1, subsections 3 of the of the Ordinance of the Minister of Finance of 19.02.2009 on current and periodical information provided by the issuers of securities, ELEKTROTIM S.A. informs that on 03.06.2016 it received a contract concluded by ELEKTROTIM S.A. with TAURON Dystrybucja S.A., Branch Office in Legnica (Contract date: 01.06.2016).

The Subject of the Contract is the execution of the following task: "Execution of works by the LV and MV electrical power plant infrastructure within Legnica region". ELEKTROTIM S.A. shall execute the subject of the Contract pursuant to written orders of carrying out works issued by TAURON Dystrybucja S.A., Branch Office in Legnica. Execution of the subject of the Contract shall be carried out in succession, in accordance with the needs of TAURON Dystrybucja S.A., Branch Office in Legnica, pursuant to the issued orders within the period from the conclusion of the Contract to 30.11.2018.

For the execution of the subject of the Contract ELEKTROTIM S.A. shall receive a maximum flat-rate remuneration net amounting to: PLN 3,996,887.50 (three million, nine hundred ninety six thousand, eight hundred eighty seven zlotys, 50/100). ELEKTROTIM S.A. cannot submit any compensation claims against TAURON Dystrybucja S.A. due to execution of works in a smaller scope (for remuneration smaller than the maximum remuneration specified in the Contract).

The above-mentioned Contract is a subsequent contract with the same Ordering Party concluded with last 12 months for the total amount exceeding 10% equity capitals of ELEKTROTIM S.A. (the total value of contracts together with the current report amounts to PLN 34,405,527.50 net).

Pursuant to Article 9, section 8) of the of the Ordinance of the Minister of Finance of 19 February 2009 on on current and periodical information, the Board provided information specified in Article 9, section 5), including contractual penalties referring to a contract of the highest value concluded within the last 12 months, i.e. to the Contract concluded on 17.05.2016 "Modernization of line S-212 from R-Świebodzice to R-Żarów, task no. 250155 in the "turnkey" mode (design and build)", in Current Report No. 14/2016 of 20.05.2016.

The Contract shall be considered as reference in case the value of the Contracts concluded with TAURON Dystrybucja S.A. within last 12 months exceeds 10% of equity capital of ELEKTROTIM S.A.