

**COMMISSION FOR FINANCIAL
SUPERVISION**

Current Report No. 5/2021

Date drawn up: 2021-04-22

Abbreviated name ELEKTROTIM S.A.

Subject **Management Board's recommendation on the
distribution of profit**

Legal basis Art. 17, sec. 1 MARCH – confidential information.

Content of the report:

Management Board of ELEKTROTIM S.A. (hereinafter: Company) notifies that on 21 April 2021 it submitted to the Company's Supervisory Board a motion regarding the distribution of profit for the year 2020 in line with which it recommends allocation of the Company's entire net profit for the financial year 2020 to reserve capital.

The Company's Management Board believes it is necessary to strengthen the working capital so as to have better capability to execute contracts the Company intends to procure in the future. In the opinion of the Management Board such activity additionally raises credibility of financing institutions which the Company is going to apply to for increase of the limits for banking and insurance products.

Pursuant to Art. 382, § 3 of the Code of Commercial Companies, the Company's Supervisory Board shall assess the Management Board's motion regarding the distribution of profit on 27 April 2021.

The motion will be submitted to the Company's Ordinary Shareholders' Meeting which will make a final decision on profit distribution.

