

Date of issue: 2011-03-04

Short name of the issuer ELEKTROTIM S.A.

Subject Registration of increase of the initial capital of ELEKTROTIM S.A. by the court

Legal ground Article 56 section 1 subsection 2 of the Act on tender – current and

periodical information

Report's content:

Acting on the basis of § 5 section 1 subsection 9) of Financial Minister's Decree dated on 19th February 2009 regarding current and periodical information passed by the issuers of securities and conditions of acknowledging as equivalent the information required by legal regulations of a non-member country (Journal of Laws of 2009, no 93, item 259), the Management of ELEKTROTIM S.A is informing upon receiving on 4th March 2011 a decision of the District Court of Wrocław-Fabryczna, VI Business Department of the National Court Register of 28.02.2011, by the virtue of which the initial capital of the Company has been increased.

According to the decision, the initial capital of ELEKTROTIM S.A. has been increased from the sum of 9.848.159,00 zloty to the sum of 9.959.159,00 zloty (in words: nine million nine hundred fifty nine thousand hundred and fifty nine zloty) through emission of 111.000 pieces of C-series common shares to bearer (third tranche) with nominal value 1 zloty per share.

Due to increase of the initial capital, the rate of conditional increase of the initial capital has been decreased from 134.850,00 zloty to 23.850,00 zloty.

The structure of the initial capital, which after increase amounts to 9.959.159,00 zloty and is divided to 9.959.159 common shares to bearer with nominal value of 1,00 zloty each, consists of:

1. 5.206.333 A-series shares,
2. 793.667 B-series shares,
3. 276.150 C-series shares
4. 3.683.009 D-series shares.

After registration of increase of the initial capital, all emitted shares of ELEKTROTIM S.A. allow for allotment of 9.959.159 (in words: nine million nine hundred fifty nine thousand hundred and fifty nine) votes.

The increase of the initial capital took place as a result of registration of 111.000 C-series shares taken up by holders of subscription warrants, who had participated in the Motivation Program for the year 2009 (details to be found in the current report no 36/2010 of 14.12.2010 and in the current report no 1/2011 of 24.01.2011).