

POLISH FINANCIAL SUPERVISION AUTHORITY

Current Report No. 6/2018

Date prepared: 2018-04-13
Short name of the issuer: ELEKTROTIM S.A.
Subject: Information regarding the opening of the Financial Statements for 2017 of MAWILUX S.A. from the Group of Companies
Legal grounds: Article 17, section 1 of MAR - Confidential Information

Content of the Report:

The Management Board of ELEKTROTIM S.A. informs, acting on the basis of Article 54, section 1 of the Act of 29 September 1994 on Accounting, that on 13.04.2018 it decided to open the Financial Statements of MAWILUX S.A. developed for 2017.

MAWILUX S.A. is an entity which, as of 31.12.2017, was a company from the ELEKTROTIM Group of Companies. On 28.02.2018 MAWILUX S.A. was merged with ELEKTROTIM S.A. pursuant to Article 492, section 1, subsection 1 in relation to Article 516, section 6 of the Code of Commercial Companies by transferring all of the assets of MAWILUX S.A. (acquired company) onto ELEKTROTIM S.A. (acquiring company); ELEKTROTIM S.A. informed about the operation with the Current Report No. 5/2018 of 28.02.2018.

Since 01.03.2018 the operation of MAWILUX S.A. has been continued in ELEKTROTIM S.A. via the newly established profit centre: Airport Systems Department. Having carried out the organizational changes the internal audit is being performed. By 13.04.2018 all key projects have been audited. As an outcome of the audit conditions requiring explaining have been diagnosed.

Pursuant to Article 54, section 1 of the Act on Accountancy, the Board of ELEKTROTIM S.A., due to the information on events which significantly impact the financial results of MAWILUX S.A. for 2017, decided to open and correct the Financial Statements of MAWILUX S.A. for 2017.

ELEKTROTIM S.A. takes into account the risk that pursuant to the International Accounting Standard 36 the test of assets for impairment will demonstrate the necessity of write-off of the value of shares of MAWILUX S.A. as well as the value of MAWILUX S.A. as of 31.12.2017.

The above-mentioned information may have influence on the unit financial results of ELEKTROTIM S.A. as well as consolidated results of ELEKTROTIM Group of Companies for 2017.