

POLISH FINANCIAL SUPERVISION AUTHORITY

Current Report No. 21/2018

Date prepared: 2018-07-31
Short name of the issuer: ELEKTROTIM S.A.
Subject: Information on concluding a Contract with Przedsiębiorstwo Gospodarki Komunalnej Sp. z o.o. in Wisznia Mała
Legal grounds: Article 17, section 1 of MAR - Confidential Information

Content of the Report:

ELEKTROTIM S.A. informs that on 31.07.2018 it concluded a Contract with Przedsiębiorstwo Gospodarki Komunalnej Spółka z o.o. in Wisznia Mała on the execution of the following investment task: "Building of the sewage system together with the sewage pumping station in Psary, Wisznia Mała Commune - Stage 1A Eastern Psary - Sub-Stage 1, Stage 1B Western Psary - Sub-Stage 1 and 2".

The investment task is carried out as part of the following project: "Building of the water and sewage system in the Wrocław agglomeration - Psary, Szymanów, and Krzyżanowice" from the European Union means as part of the Infrastructure and Environment Operational Programme (2014-2020).

The Contract is concluded in conformity with the Contractual Terms and Conditions for construction that apply to the engineering-construction works planned by the Ordering Party (FIDIC).

ELEKTROTIM S.A. informed about selecting of the offer submitted by the Company in the proceeding of contract awarding procedure in the form of an open tender for construction works.

The investment task will be carried out in three parts:

- a) Part 1 of the Order - building of the sewage system together with the sewage pumping station in Psary, Wisznia Mała Commune - Stage 1B Western Psary - Sub-Stage 1; value of the offer: PLN 7,367,700.00 gross; delivery date: 12 months from the day the Contract becomes effective;
- b) Part 2 of the Order - building of the sewage system together with the sewage pumping station in Psary, Wisznia Mała Commune - Stage 1B Western Psary - Sub-Stage 2; value of the offer: PLN 11,672,700.00 gross; delivery date: 20 months from the day the Contract becomes effective;
- c) Part 3 of the Order - building of the sewage system together with the sewage pumping station in Psary, Wisznia Mała Commune - Stage 1A Eastern Psary - Sub-Stage 1; value of the offer: PLN 7,330,800.00 gross; delivery date: 15 months from the day the Contract becomes effective;

For the execution of the subject of the Contracts the Parties agreed for the flat-rate contractual remuneration in the total amount of PLN 26,371,200.00 gross.

The quality guarantee period is 78 months since the day the acceptance certificate was issued. Other terms and conditions of the Contracts, 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 of ELEKTROTIM S.A., as well as estimated risk of the Company in the context of, among others, risk of becoming dependant of receivers-customers, the Company publishes the fact of concluding the above-mentioned Contract due to their significance for the incomes of ELEKTROTIM S.A. in the future.