

## FINANCIAL SUPERVISION COMMISSION

### Interim report No. 5/2024

Date of preparation: 2024-01-31

Issuer's abbreviated name ELEKTROTIM S.A.

**Subject: Information on the conclusion of a contract for "Construction of border security with Belarus along the Bug River section in the Nadbużański Border Guard Unit"**

Legal basis: Article 17(1) of the Market Abuse Regulation (MAR) - confidential information.

Report content:

The company ELEKTROTIM S.A. based in Wrocław (hereinafter referred to as the Company, Contractor) hereby notifies that acting as the Leader of a consortium consisting of: ELEKTROTIM S.A. - Consortium Leader and OSTOYA-DataSystem Sp. z o.o. based in Gdańsk - Consortium Member (a company from the ELEKTROTIM Capital Group), on January 31, 2024, it concluded a contract with the State Treasury - the Commander-in-Chief of the Border Guard Headquarters based in Warsaw (hereinafter referred to as the Investor, Ordering Party) for "Construction of border security with Belarus along the Bug River section in the Nadbużański Border Guard Unit" (hereinafter: the Agreement).

The subject of the Agreement is the implementation of works consisting of designing and building a set of cooperating electronic devices along with software and ancillary elements as part of an electronic barrier approximately 172 km long on the Bug River. The works will be carried out in the "design and build" formula.

The gross value of the Agreement is: PLN 279,210,000.00 (in words: two hundred seventy-nine million two hundred ten thousand zlotys), net value is: PLN 227,000,000.00 (in words: two hundred twenty-seven million zlotys).

The deadline for completion of works: 12 months from the date of signing the Agreement. Warranty and guarantee period: 109 months.

Security for the proper performance of the Agreement and claims under the warranty and guarantee: 2% of the gross remuneration.

The total amount of contractual penalties paid by the Contractor may not exceed 15% of the gross contractual remuneration.

The Ordering Party has the right to claim damages on general principles when the amount of damage exceeds the established contractual penalty.

The Company has experience in executing such projects. In the years 2019-2021, the Company completed, at the request of the Bieszczady Border Guard Unit in Przemyśl, a contract for the expansion of technical border protection systems of the EU external border, involving surveillance devices along a section approximately 32 km long (current report No. 48/2019), and from 2022 to 2024, the Company executed, at the request of the Podlaski Border Guard Unit, a contract for the construction of an electronic barrier with accompanying infrastructure on the Polish-Belarusian border, approximately 202 km long (current report No. 3/2022).

The Company reported the selection of the consortium offer consisting of ELEKTROTIM S.A. - OSTOYA-DataSystem Sp. z o.o. as the most advantageous in the proceedings conducted on the basis of the Act of September 11, 2019, Public Procurement Law (consolidated text: Journal of Laws of 2023, item 1605), in the current report No. 33/2023 dated November 14, 2023.

Information on the conclusion of the Agreement constitutes confidential information within the meaning of Article 7 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council of April 16, 2014, on market abuse ("MAR Regulation") due to its importance for the future revenues of ELEKTROTIM S.A. and the Capital Group, as well as due to identified risks.