

Current report no. 39/2015

Date: 20 June 2015

Abbreviated name of the issuer DEKPOL S.A.

Subject: Allocation of Dekpol SA C1 series bonds

Legal foundation: Article 56(1)(2) of the Act on Public Offering – current and periodic information.

Contents of the report:

With reference to Current Report No. 34/2015 of 29 May 2015, concerning the decision of the Dekpol SA Management Board ("Company", "Issuer") on the issuance of bonds, the Company reports that on the day of 19 June 2015 it made to Pioneer Fundusz Inwestycyjny Otwarty and Pioneer Obligacji – Dynamiczna Alokacja Fundusz Inwestycyjny Otwarty (collectively: "Funds") the allocation of 12,500 covered bearer bonds of series C1 in an uncertificated form with a nominal value of PLN 1,000 each and total nominal value of PLN 12.5 million ("Bonds").

The bonds were issued at an issue price equal to their nominal value. The bonds are transferable, covered and bear interest at a variable interest rate based on the 3M WIBOR rate plus a margin determined on market terms. Interest on the Bonds will be paid quarterly. The Bonds carry entitlements to cash benefits only. The redemption date of the bonds is 19 June 2019. The bonds will be redeemed at maturity for an amount equal to the nominal value plus accrued interest.

The purpose of the Bonds issue is to raise funds for the implementation of the Issuer's investment consisting of the construction on the plot at ul. Jaglana in Gdansk of a residential building with service areas ("Investment"), which the Issuer reported in previous current and periodic reports.

The bonds are covered by: (i) the Issuer's statement on submission to enforcement under Article 777 § 1 (5) of the Code of Civil Procedure with reference to the Issuer's pecuniary obligations from the Bonds, filed to the individual Funds in the amount of 150% of the nominal value of the Bonds held by them and the entitlement to apply for a declaration of enforceability up to 31 December 2019, (ii) contractual mortgage to the upper limit of PLN 18.75 mln established for a mortgage administrator (the company WS Trust sp. z o.o.) on the Issuer's perpetual usufruct on the real property located in Gdańsk, which the Issuer reported in current report no 37/2015. The Declaration on establishment of a mortgage was filed on 28 May 2015. Valuation of the subject of the established mortgage amounts to PLN 26.8 mln, (iii) the Issuer's statement for the benefit of the above mortgage administrator on submission to enforcement from the encumbered property under Article 777 § 1 (5) of the Code of Civil Procedure to satisfy the debt from the Bonds, entitling to apply for a declaration of enforceability up to 31 December 2019, (iv) the escrow account agreement proving control of the Company cash flows under the Investment, including funds raised from the Bonds issue and from the sale of premises under the Investment in such a way that the funds in the escrow account could be used exclusively for purposes related to the implementation of the Investment and redemption of the Bonds, together with accrued and unpaid interest.

The value of the obligations incurred by the Issuer (including provisions for obligations) as at 31 March 2015 amounted to PLN 158 690 518.41. As assumed in the outlook for the Issuer's obligations until full redemption of the Bonds the obligations shall be kept at a level commensurate with the scale of operations. In the opinion of the Issuer's Management Board, the Company is in a position to meet its obligations from the Bonds. The outlook of the Issuer's obligations until full redemption of the Bonds, the results of the Issuer's Project and the Issuer's

ability to meet its obligations arising from the Bonds should be assessed on the basis of the declarations and information provided by the Issuer as a public company according to the procedure and the rules set out in: (i) the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies (“Act on Offering”) (Journal of Laws of 2013 No. 0 item. 1382), and (ii) Regulation of the Minister of Finance of 19 February 2009 on current and periodic information published by issuers of securities and conditions for recognizing as equivalent information required by the laws of a non-Member State (Journal of Laws of 2014 No. 0 item 133) and published by the Issuer on its website: <http://www.dekpol.pl/>.

The nominal value of the issued Bonds exceeds 10% of the Company equity.