

Current Report No. 60/2015

Issue date: 2015-10-02

Issuer's abbreviated name: Dekpol S.A.

Subject: Decision of the Management Board of Dekpol S.A. concerning the issue of D series secured bonds

Legal basis: Article 56.5 of the Act on Public Offering – updated information

Report content:

With reference to current report no. 45/2015 concerning the withdrawal from the issue of bonds adopted by the Management Board of Dekpol S.A. ("Company", "Issuer") on 15 July 2015 in connection with the prospect of changing the terms and increasing the issue value, the Management Board of the Company announces that on 1 October 2015 it adopted a resolution on the issue of up to 350 thousand D series secured bearer bonds of the nominal value of PLN 100 each ("Bonds"). The issue value shall be up to PLN 35 million. Bond security shall include a contractual mortgage up to PLN 52.5 million on the right of perpetual usufruct of the real property located in Gdańsk on Toruńska Street on which the construction investment project is carried out consisting of the construction of the Almond hotel.

Bonds shall be issued in a non-public offer. The issue threshold as defined in Article 45.1 of the Bonds Act has not been set; however, in the event that less than 300 thousand bonds are issued, all the bonds shall be subject to mandatory redemption within 21 days of the issue date.

Bonds shall be issued for:

- the repayment by the Issuer of the loans extended to the Issuer by Bank Spółdzielczy in Skórcz and SGB-Bank S.A. on the basis of loan agreement no. Z/50/DZ/2011 of 29 December 2011 and on the basis of the loan agreement of 21 May 2007 no. Z/168/2007, presented in the Prospectus of Dekpol S.A., approved by the Polish Financial Supervision Authority of 27 November 2014; the amounts payable to the banks by the Issuer thereunder were secured by the mortgages therein enumerated, whereas the repayment in question shall be covered by the Issuer with the funds obtained from the issue amounting to at least PLN 11.16 million (corresponding to the balance of the nominal value of the loans as at 31 August 2015) plus the interest;
- raising funds for the current operations of the Company, including the construction of the Almond hotel on Toruńska Street in Gdańsk.