

Current report no. 14/2016

Date of issue: 2016-07-01

Abbreviated name of issuer: DEKPOL S.A.

Subject: Conclusion of significant agreement with 7R Logistic

Legal basis: Article 56 section 1 point 2 of the Act on Public Offering – current and periodical information.

Content of report:

Management Board of Dekpol S.A (Company, Contractor) announces receipt of on both sides signed agreement dated 30 June 2016 with 7R Logistic SA (Contracting Entity) on construction work (Agreement), pursuant to which Contracting Entity contracts out to Contractor the execution of investment including construction of a warehouse along with associated infrastructure on a property in Gdańsk Kowale.

Subject of Agreement includes in particular preparation and submission to Contracting Entity of complete replaceable construction project, preparation of project documentation, obtention of necessary permits, agreements and opinions, execution of all construction works necessary for execution of turnkey investment and building (rebuilding) of infrastructure needed to carry out the works.

Contractor will begin construction works immediately after signing Agreement and obtention of permission from Contracting Entity for starting works separately for each of two separate stages, in which an investment is to be executed. First stage is to be accomplished in January 2017 and second stage within 5 months from the date of issue of permission by Contracting Entity for starting works. Agreement contains stipulation on possibility of execution of both stages together as one investment.

Value of contractual remuneration for execution of works does not exceed 20% percent of Issuer's equity. Total amount of contractual penalties that may be charged by Contracting Entity shall not exceed 15% of Issuer's remuneration. Imposition on Contractor of any contractual penalty does not exclude rights of Contracting Entity to claim for compensation exceeding amount of such penalty if in connection with the Contractor's delay the Contracting Entity will incur additional costs associated with extension of employment of persons referred to in Agreement. Agreement is considered as significant if the value of an agreement exceeds 10% of Issuer's equity.