

Current report no. 22/2017

Date of issue: 2017-06-19

Abbreviated name of Issuer: DEKPOL S.A.

Subject: Conclusion of construction agreement with HE 7R Gdańsk 1 sp. z o.o.

Legal basis: Article 17 section 1 MAR (Market Abuse Regulation) – inside information

Content of report:

Management Board of DEKPOL S.A. (“Company”, “Issuer”) announces, that on 19th June 2017 concluded with HE 7R Gdańsk 1 sp. z o.o. („Ordering Party”) an agreement on execution of investment based on construction project concerning building of storage hall “Gdańsk Kowale VI” along with necessary infrastructure on a plot, which is a part of storage-manufacture center 7R Logistic in Kowale (“Agreement”). Agreement includes, among other things, preparation and hand over to Ordering Party of a complex project documentation, execution of comprehensive construction works required for “turnkey” investment implementation, as well as obtainment of all necessary permits, alignments and opinions.

For execution of works, the Company will receive net remuneration in the amount of 10% of sales revenues of Dekpol Capital Group for the year 2016 (“Remuneration”). According to the Agreement, all works shall be accomplished until November 2017.

Agreement includes provisions concerning contractual penalties due to non-meeting of deadlines resulting from Agreement regarding final acceptance of works, as well as contemporary terms resulting from schedule of works. Total amount of the above mentioned contractual penalties cannot exceed 15% of Remuneration, and, imposition on Issuer of any contractual penalty does not eliminate the right attributable to Ordering Party to claim compensation exceeding an amount of such contractual penalty. Moreover, in case of withdrawal from Agreement due to reasons attributable to Issuer, the Issuer is obliged to pay contractual penalty in the amount of 10% of Remuneration value. In the same value, the Company may claim contractual penalty from Ordering Party in case of withdrawal from Agreement due to reasons attributable to Ordering Party.