

Current report no. 23/2017

Date of issue: 2017-06-20

Abbreviated name of Issuer: DEKPOL S.A.

Subject: Conclusion of construction agreement

Legal basis: Article 17 Section 1 MAR (Market Abuse Information) – inside information

Content of report:

Management Board of DEKPOL S.A. (“Company”, “Issuer”) announces, that on 20th June 2017 concluded with the Enterprise DELTA Mariusz Hejnowicz (“Investor”) agreement on construction works, based on which the Company undertakes to comprehensive execution and hand over to Investor for remuneration of an investment in Elbląg, consisting of construction of new interconnection system along with reconstruction of transformer station and extension of currently existing commercial hall of manufacture hall along with necessary infrastructure (“Agreement”).

Completion and final acceptance of works, as well as obtainment of use permit for the object shall follow until 31st December 2017. Investor will pay the Company fixed remuneration in the maximum net amount equal to 4% of sales revenues of Dekpol Capital Group for the year 2016. Investor is entitled to propose the Issuer conclusion of agreement with subcontractor for execution of certain range of works, and the Issuer is obliged to sign such subcontracting agreement under conditions stipulated in the Agreement.

Investor will pay the Company a contractual penalty in the amount of 10% of remuneration in case of withdrawal by the Company from Agreement resulting from circumstances, for which responsibility takes Investor. In the same amount the Company will pay Investor a contractual penalty due to withdrawal from Agreement by Investor resulting from circumstances, for which the responsibility takes the Company. In case of causing damages to counterparty in the amount exceeding the value of contractual penalty, damaged party is entitled to claim supplementary compensation on a general basis. Maximum number of contractual penalties, to payment of which the Issuer might be obliged cannot exceed 10% of remuneration.