

Current report no. 31 / 2017

Date of issue: 2017-07-12

Abbreviated name of Issuer: DEKPOL S.A.

Subject: Conclusion of agreement on general contracting services of an investment in Lithuania

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

Content of report:

Management Board of Dekpol S.A. (“Company”) announces, that on 12th of July 2017 concluded with the company headquartered in Lithuania (“Ordering Party”) an agreement on general contracting services, the purpose of which is the construction on territory of Lithuania of a production plant of an area of over 20 thousands of m² (“Agreement”).

For execution of a scope of Agreement the Company will receive fixed remuneration in the net amount ranging from 20% - 25% of sales revenues of the Company’s Capital Group for the year 2016. Execution of a scope of Agreement shall be finalized prior to the end of April of 2018. The Agreement will be executed by the Company itself, however the Company established the subsidiary in Lithuania as well, aiming better contract management.

The Agreement contains clauses concerning contractual penalties payable in case of e.g. default in deadlines resulting from Agreement in the amount equal to 0,1% of remuneration for each started working day. The payment of contractual penalties does not affect the possibility of the Ordering Party for claiming compensation due to fault by the Company in conditions stipulated in this Agreement on general principles. The Ordering Party may terminate the Agreement according to its own discretion anytime, upon the payment to the Company of remuneration for all works performed until the moment of Agreement termination.