

Current report no. 33/2017

Date of issue: 2017-07-18

Abbreviated name of Issuer: DEKPOL S.A.

Subject: Allocation of DA-series bonds

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

Content of report:

Following the current report no. 19/2017 dated 8<sup>th</sup> of May 2017 concerning conclusion of agreements regarding financing of Company's business activities with SGB-Bank S.A. ("Bank"), Management Board of DEKPOL S.A. ("Issuer", "Company") announces, that on 18<sup>th</sup> July 2017 adopted resolution concerning allocation of 15.000 of DA-series bearer bonds of a total nominal value of PLN 15 million ("Bonds") in favor of the Bank. The nominal value of one Bond is equal to PLN 1000. Issue price of Bonds is equal to its nominal value.

The purpose of bonds issue programme is financing of property development investments, including assigning of the capital on financing or re-financing of properties purchase or the purchase of perpetual usufruct. The issue of Bonds was of non-public character in the meaning of the Public Offer of Financial Instruments Act. Final redemption date has been set on 30<sup>th</sup> of April 2021. The Issuer is entitled to earlier redemption of all or of a part of Bonds. Prior to the date of final redemption, each Bondholder may request redemption of all or of a part of Bonds due to occurrence and persistence of default set in conditions of Bonds issue programme. The Bonds bear variable interests, based on WIBOR 6M plus margin and are payable semi-annually.

Bonds are covered by e.g. contractual mortgage to the amount of PLN 52,5 million in favor of bonds administrator on the basis of perpetual usufruct of the real property and the building consisting the separate property, attributable to Almond sp. z o.o., located in Gdańsk at Toruńska street, as well as conditional cession of liabilities from agreements concluded by the Issuer of a value remaining for settlement not smaller than net PLN 22 million.