

Current report no. 35/2019

Date of issue: 2019-11-22

Abbreviated name of the Issuer: DEKPOL S.A.

Subject: Beginning of the next stage of company reorganization

Legal basis: Article 17 Section 1 MAR – confidential information.

Content of report:

The Management Board of Dekpol S.A. ("Issuer", "Company") informs that on 22<sup>nd</sup> of November 2019, it decided to start the next - after separating the property development activity - reorganization stage and changes in the Company's management rules, which aim is to introduce a management system suited to the growing scale of the Company's operations and its individual segments.

Currently planned changes will involve the transfer from the Company of organized parts of the enterprise covering the activities of the General Contracting Department (OPE1) and the Department of Production Equipment Accessories for Construction Machines (OPE2) and making them as in-kind contributions to special purpose vehicles established by the Issuer as a limited liability company, whereby the issuer will take up all shares in the share capital of these companies. The Supervisory Board agreed and authorized the Company's Management Board to take all actions necessary to achieve the above objectives.

The implementation of the above actions will require the Issuer to obtain appropriate consents from the banks that have financed the Company and to change the terms of issue of series G and H bonds issued by the Company (Conditions of Bonds - CB). In order to change CB, the Issuer intends to convene a Meeting of Bondholders of the series of bonds. At the same time, the Company's Management Board plans to convene an Extraordinary General Meeting of the Company (EGM), at which a resolution or resolutions on consent to the sale by OPE1 and OPE2 will be put into the vote by making them as in-kind contributions to subsidiaries. The announcement on convening Bondholders' Meetings and the announcement on convening the EGM together with relevant draft resolutions will be published by the Company in separate current reports.