

Current report no. 30/2020

Date of issue: 2020-10-30

Abbreviated name of the Issuer: DEKPOL S.A.

Subject: Conditional allocation of I-series bonds

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 30th of October 2020 adopted resolution in terms of initial allocation of 50.000 bearer I-series bonds in non-document form of a nominal value of PLN 1.000 each and total nominal value of PLN 50.000.000,00, issued on the basis of Resolution of Management Board from 15th of October 2020 (“Bonds”), about which the Issuer announced in current report no. 27/2020 from 15th of October 2020. The bonds were allocated subject to the condition precedent of final settlement of Bonds purchase transaction as a part of issue by Krajowy Depozyt Papierów Wartościowych S.A. (Central Securities Depository of Poland).

Bonds are issued at an issue price equal to their nominal value. The interest rate is variable and is based on WIBOR 6M base rate increased by margin of 4.9%. Interests on Bonds are payable in 6-month periods.

Redemption of Bonds will take place on 28th of October 2023 and the Bondholder may request early redemption of the owned Bonds in standard cases specified in Bond Issue Terms, including if the Company's Capital Group exceeds certain debt ratios. The Company may request early redemption of Bonds on each of interest payment days, paying a premium of 0-1% of the nominal value of Bonds subject to redemption, depending on the date of the request.

Collateral of repayment of Bonds will be contractual mortgage, which will be established on the developed property located in Warsaw, owned by Issuer's subsidiary - Dekpol Deweloper Sp. z o.o., with the highest priority in favor of the mortgage administrator up to the amount corresponding to 150% of the nominal value of Bonds allocated, on principles and within the time limits specified in Bond Issue Terms.

The funds from Bonds issue will be used to finance current operations of the Issuer's Capital Group and to repay debt from G and H-series bonds.

The bonds were issued pursuant to Art. 33 point 1 of the Bonds Act of January 15, 2015.

The Issuer will apply for the Bonds to be introduced to an alternative system of trading as part of the Catalyst market.