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Subject: **Information on sales of premises and apartments for the second quarter of 2019 as part of development activities.**

Contents of the report:

The Management Board of Centrum Nowoczesnych Technologii Spółka Akcyjna with its registered office in Sosnowiec (the "the Issuer", the "Company") hereby reports that, following the aggregation of partial data on 3 July 2019, the subsidiary Centrum Nowoczesnych Technologii Spółka Akcyjna spółka komandytowa (the "subsidiary") has provided the Issuer with information on the results of sales of premises and apartments as part of the Nowa 5 Dzielnica development project in Krakow. The sales process within the aforementioned investment was commenced in March 2017.

The Issuer reports that in the second quarter of 2019 the subsidiary company concluded 82 development contracts for the sale of apartments (of which 5 developer agreements concluded in the second quarter were transformed into agreements transferring the ownership of apartments as of 30 June 2019). In total, in the second quarter of 2019, the Issuer concluded 9 contracts transferring the ownership of apartments and 3 contracts transferring the ownership of service premises.

Furthermore, as of 30 June 2019, the subsidiary was a party to 26 reservation agreements for the sale of apartments, which require transformation into development agreements.

The Issuer explains that the number of premises which will be recognized in the Group's financial result for the period from 1 January to 30 June 2019 will amount to 13 (9 apartments, 4 premises). In accordance with the accounting policy of Centrum Nowoczesnych Technologii Spółka Akcyjna spółka komandytowa, a subsidiary recognizes that the transfer of risks, controls and benefits takes place at the moment of signing the notarial deed transferring ownership to the purchased real estate. Upon recognition of revenue from sales, the subsidiary recognizes and allocates the technical cost of production of a given area, reducing inventories in proportion to the share of the sold premises in the total area of sold premises.

In the second quarter of 2019, the Subsidiary concluded 12 contracts for the final transfer of ownership of real estate.

**Legal basis** Art. 17 sec. 1 MAR - confidential information.

