



Report number: **37/2017**

Date of issue: **2017-07-20 08:29**

Subject: **Update of the information about execution of a construction contract.**

Contents of the report:

With reference to current report No. 26/2017 of 22 May 2017 on the agreement with the Receiver MAXER S.A. in the bankruptcy (the "Contractor") concerning conditions for further execution of the contract (the „Contract”) concerning execution of a construction project "Construction of the Malczyce Barrage on the Odra River" (the „Project”), the Board of Management Centrum Nowoczesnych Technologii S.A. based in Sosnowiec (hereinafter the "Company", "the Issuer") hereby announces that on 20 July 2017, representing a consortium of companies consisting of: Centrum Nowoczesnych Technologii S.A. based in Sosnowiec - Consortium Leader and ETP S.A. based in Katowice - Consortium Partner (hereinafter collectively referred to as the "General Subcontractor") signed an annex to the abovementioned Contract (hereinafter referred to as "Annex") with the Contractor. The Annex introduces amendments to the Agreement in connection with obtaining financing of construction works for 2017-2018 by the Ordering Party, i.e. the Regional Water Management Board in Wrocław (the "Ordering Party"). Under the Annex, the scope and value of construction and assembly works to be performed by the Consortium for the period 2017 - 2018 is PLN 170.43 million net. The Issuer's share in the work carried out by the Consortium is similar to that of the Consortium Partner.

Under the Annex, the amount of remuneration foreseen for works in 2017 amounts to PLN 67.38 million net and in 2018 is PLN 103.05 million net. Execution of works for the aforementioned amounts is due to achieve the effect of allowing a locking procedure by the Barrage in 2019. At the same time, an initial scope and value of finishing works agreed for 2019 amounts to PLN 19.82 million net, with an exact value and detailed scope of work in 2019 will be determined by the parties at a later date. The aforementioned remuneration does not include works that will be priced separately; yet, inevitable to complete the task called " Construction of the Malczyce Barrage on the Odra River." Under the Annex, the deadline for execution of the subject matter of the Contract has been set for 31 July 2019. In connection with conclusion of the General Annex, the Subcontractor will be obliged to provide the Ordering Party with an updated bank or insurance guarantee of performance bond for works performed by the Contractor, including the General Contractor, and paid by the Ordering Party by the end of 2016 in the amount of PLN 14.1 million. An end-use security for the works performed by the General Subcontractor from 01.01.2017 will be a retained deposit of 3% of each net invoice issued. Due to the conclusion of the Annex, the remaining terms of the contract have not been changed.

Legal basis: Article 17 (1) MAR - confidential information.

