



GRUPA PBG

(RAFAKO spółka akcyjna with its registered office at ul. Łąkowa 33, Racibórz, Poland, entered in the Business Register of the National Court Register under No. 0000034143)

**CURRENT REPORT FILED WITH
THE POLISH FINANCIAL SUPERVISION AUTHORITY**

DATE: August 1st 2018

Subject: Execution of contract to upgrade FGD systems at Units 3, 4, 5 and 6 at Bełchatów Power Plant.

Contents:

Current Report No. 30/2018

Further to Current Report No. 25/2018 of July 11th 2018, the Management Board of RAFAKO S.A. (the “**Company**”) announces that a contract has been signed with PGE Górnictwo i Energetyka Konwencjonalna S.A. (the “**Employer**”) to upgrade the flue gas desulphurisation systems at Units 3, 4, 5 and 6 at PGE GiEK S.A., Bełchatów Power Plant Branch (the “**Contract**”).

The VAT-exclusive value of the Contract is PLN 181,600,000 (PLN 223,368,000 VAT inclusive).

The Contract completion deadline is May 31st 2021.

The aggregate amount of contractual penalties for any and all breaches under the Contract is limited to 25% of the Contract’s VAT-exclusive value. The Employer has the right to seek additional compensation on general terms in excess of the amount of contractual penalties provided for in the Contract. Liability for non-performance or improper performance of the Contract may not exceed 100% of the Contract’s VAT-exclusive value.

The other terms and conditions of the Contract do not differ from the terms and conditions commonly applied in contracts of this kind.

Legal basis: Art. 17.1 of the Market Abuse Regulation – inside information.

Agnieszka Wasilewska-Semail, President of the Management Board

Jarosław Dusiło, Vice President of the Management Board