

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

DATE: January 16th 2020

Subject: [Execution of agreement with Agencja Rozwoju Przemysłu \[Current Report \[2/2020\]](#)**Contents:**

Current Report No. 2/2020

Further to Current Report No. 31/2019 issued by the Company on October 14th 2019, the Management Board of RAFAKO S.A. of Racibórz (the “**Company**”) announces that today the Company and Agencja Rozwoju Przemysłu Spółka Akcyjna of Warsaw (“**ARP**”, the Polish industrial development agency) have executed a cooperation agreement (the “**Agreement**”) setting out the terms and conditions of cooperation between the Parties and providing for the entry into discussions whereby ARP and the Company would seek to obtain a business plan and valuation. These documents would be used for the purposes of a contemplated transaction consisting in the sale by the Company to ARP of an organised part of its business following spin-off (or the sale of shares in a special purpose vehicle, i.e. RAFAKO E-Bus spółka z ograniczoną odpowiedzialnością of Racibórz, to which the organised part of business would be contributed by any legal process), in the form of the Company’s branch established in Solec Kujawski, which would be involved in the production and sale of electric vehicles, the provision of related engineering design services and R&D activities (the “**Transaction**”).

Under the Agreement, RAFAKO has granted ARP exclusive rights to negotiate and conduct the Transaction until June 30th 2020.

Each Party has the right to terminate the Agreement subject to a notice period of two weeks from the date of delivery of the relevant notice to the other Party.

The detailed terms of the Transaction, the rights and obligations of the Parties and the corporate governance framework would be defined in a separate investment agreement.

Legal basis: Article 17(1) of the Market Abuse Regulation – Inside information

Paweł Jarczewski – President of the Management Board

Agnieszka Wasilewska-Semail – Vice President of the Management Board