

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

DATE: December 15th 2020

Subject: [Notices to terminate contracts relating to construction of Kędzierzyn Compressor Station and Goleniów-Płoty section of DN 700 Szczecin-Gdańsk gas pipeline received from Operator Gazociągów Przesyłowych GAZ-SYSTEM S.A. \[Current Report No. 64/2020\]](#)

Contents:

Further to Current Report No. 20/2018 of February 15th 2019, announcing the execution of a construction contract with Operator Gazociągów Przesyłowych GAZ-SYSTEM S.A. (the “**Employer**”) for the project to construct the Goleniów-Płoty section of the DN 700 Szczecin-Gdańsk gas pipeline (the “**Goleniów Contract**”), and Current Report No. 3/2019 of February 15th 2019, announcing the execution of a construction contract with the Employer for the project to construct the Kędzierzyn Compressor Station (the “**Kędzierzyn Contract**”), the Management Board of RAFAKO S.A. (the “**Company**”) announces that today the Company has received notices to terminate the Goleniów and Kędzierzyn Contracts for causes attributable to the Company.

In connection with termination of the Kędzierzyn Contract, the Employer has charged a contractual penalty of PLN 33,916,160.35 and requested a refund of the outstanding advance payment of PLN 20,750,100.00.

In connection with termination of the Goleniów Contract, the Employer has charged a contractual penalty of PLN 20,512,308.19 and requested a refund of the outstanding advance payment of PLN 12,000,000.00.

The Company is assessing the validity of the notices to terminate the Goleniów and Kędzierzyn Contracts as well as the validity of the contractual penalties, advance payment refund requests and their amounts. The Company is also assessing the validity of the claims being included in the arrangement by operation of law.

Legal basis:

Art. 17.1 of the Market Abuse Regulation – inside information.

Mariusz Zawisza, President of the Management Board

Jarosław Pietrzyk, Vice President of the Management Board