

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

DATE: September 8th 2021

Subject: **Update on Jaworzno project [Current Report No. 30/2021]****Text of the report:**

Further to Current Report No. 21/2014 of April 17th 2014, announcing the execution with Nowe Jaworzno Grupa TAURON sp. z o.o. (the “Employer”) of a contract for the construction of a 910 MW supercritical power generating unit at the Jaworzno III Power Plant – Power Plant II (the “Unit”) (the “Contract”), Current Report No. 61/2020 of November 13th 2020, announcing the acceptance and commissioning of the Unit, entry into a settlement with the Employer, and execution of an annex to the Contract, and Current Report No. 28/2021 of August 2nd 2021, announcing the execution of Annex 11 to the Contract, employing the Company to perform additional work on the Unit and increasing the contract price payable to the Company, the Management Board of RAFAKO S.A. (the “Company”, the “Contractor”) announces that on September 8th 2021 E003B7 sp. z o.o. (the Company’s wholly-owned subsidiary) and the Company called upon the Employer to promptly explain, by September 15th 2021, the causes of the events that resulted in damaging some of the Unit’s components on January 7th 2021 and June 11th 2021, and that:

1. They informed the Employer that due to the Employer’s failure to explain the causes for those events and the nonconformity/negligence on the Employer’s part, as well as the risk that the conditions in the Unit continue to endanger the safety of people on its premises, the Contractor intends to suspend all the ongoing and planned work in the Unit until it is notified that there is no danger to human life or health, and that the suspension will delay the re-launch of the Unit;
2. They cautioned that the demand to explain the causes of those events and nonconformity/negligence, as well as to provide written explanations along with information on measures taken to prevent such events from occurring in the future, is made on pain of termination of the Contract by the Contractor if the demand is not fulfilled by September 15th 2021.

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

Radosław Domagalski-Łabędzki – President of the Management Board
Maciej Stańczuk – Member of the Management Board