



GRUPA PBG

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

DATE: July 18th 2014

Subject: Agreements with Hitachi Zosen Inova AG

Text of the report:

Current Report No. 41/2014

The Management Board of RAFAKO S.A. of Racibórz (the "Company") hereby announces that on July 18th 2014, the Company executed a EUR 11.2m (ca. PLN 46,800,000.00) contract with Hitachi Zosen Inova AG of Zurich (the "Employer") for the delivery, assembly and start-up of a municipal waste incinerator for the Hereford & Worcestershire thermal waste treatment plant in the United Kingdom.

In the last 12 months, the Company and the Employer have executed contracts for a total amount of approximately EUR 23.8m (ca. PLN 100m). The highest-value contract, worth EUR 12,600,000 (PLN 53,943,120.00), effectively concluded on September 23rd 2013, provides for the delivery, assembly and start-up of a municipal waste incinerator for the Buckinghamshire thermal waste treatment plant, also in the United Kingdom.

The aggregate value of contractual penalties under the above contract is limited to 20% of the contract price (VAT exclusive), with the proviso that the payment of maximum contractual penalties does not preclude the Employer's right to seek damages in excess of the maximum amount.

The contracts are considered reportable significant agreements as their joint value exceeds 10% of the RAFAKO Group's revenue generated in the last four financial quarters.

Legal basis: Art. 56.1.2 of the Public Offering Act.

Krzysztof Burek, Vice-President of the Management Board
Edward Kasprzak, Vice-President of the Management Board