



GRUPA PBG

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

DATE: October 10th 2014

Subject: Execution of significant reportable contract with ENERGA Elektrownie Ostrołęka S.A.

Text of the report:

Current Report No. 46/2014

The Management Board of RAFAKO S.A. of Racibórz (**the “Company” or “RAFAKO”**) announces that on October 10th 2014 the Company, acting as the leader of the consortium with OMIS S.A. (**RAFAKO and OMIS S.A. are jointly referred to as the “Contractor”**) signed a contract with ENERGA Elektrownie Ostrołęka S.A. (**the “Employer”**) for NOx reduction in OP-650 units at the Ostrołęka Power Plant B (**the “Contract”**).

The VAT-exclusive value of the Contract is PLN 149,900,000 (PLN 184,377,000 inclusive of VAT).

Under the Contract, RAFAKO S.A. is responsible for the performance of 58% of the scope of work and deliveries under the Contract and is entitled to receive remuneration reflecting this share.

The time for performing the Contract is 38 months as of its date.

The Employer may charge contractual penalties for improper performance of the Contract by the Contractor, up to 50% of the Contractor's VAT-exclusive remuneration. The Employer may also seek compensation in excess of the contractual penalties provided for in the Contract.

The Contractor's maximum total liability may not exceed 100% of the contract value (VAT exclusive).

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

The Contract is considered a reportable significant agreement as its 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.

Agnieszka Wasilewska-Semail, President of the Management Board
Krzysztof Burek, Vice-President of the Management Board