

CURRENT REPORT FILED WITH THE POLISH FINANCIAL SUPERVISION AUTHORITY

DATE: May 8th 2014



RAFAKO subsidiary

Text of the report:

Current Report No. 26/2014

In reference to Current Report No. 18/2014 dated April 16th 2014 in which RAFAKO S.A. of Racibórz (the "Company" or "RAFAKO") announced the execution of an agreement for bank and insurance guarantees (the "Guarantee Agreement") concerning the project providing for development of new coal-fired generation capacities at TAURON Wytwarzanie S.A. – Construction of a supercritical 910 MW power generation unit at Jaworzno III Power Plant – Power Plant II (the "Jaworzno Project"), the Management Board of the Company hereby announces that on May 8th 2014, E003B7 Sp. z o.o., a subsidiary of RAFAKO (the "SPV"), received a decision on registration, in the pledge register, of a pledge over the SPV's receivables from the Company under the subcontract agreement executed by and between the SPV and Company on April 17th 2014 and relating to the Jaworzno Project (see Current Report No. 20/2014).

The pledge secures the guarantors' claims against the SPV under the Guarantee Agreement, and has been created for the benefit of Bank Gospodarstwa Krajowego, which acts as a security agent on behalf of all the guarantors.

The asset pledged is considered a significant asset of the SPV as its value exceeds 10% of the RAFAKO Group's revenue for the last four quarters.

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

Paweł Mortas, President of the Management Board Jarosław Dusiło, Vice-President of the Management Board











