



GRUPA PBG

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

DATE: June 15th 2016

Subject: Notice of termination of the contract for construction of a Thermal Waste Treatment Plant in Szczecin.

Text of the report:

Current Report No. 16/2016

The Management Board of RAFAKO S.A. of Racibórz (the "Company", or "RAFAKO") announces that on June 15th 2016 the Company received from Mostostal Warszawa S.A. ("Mostostal") a notice of termination of the contract between RAFAKO and Mostostal providing for design, delivery and erection of a grid, boiler and flue gas treatment system for two units of the Thermal Waste Treatment Plant in Szczecin (the "Subcontractor Agreement") (see Current Report No. 7/2013), in respect of the part not yet completed, with effect as of the termination date.

As a reason for the termination, Mostostal cites its earlier withdrawal from the contract for the Thermal Waste Treatment Plant for the Szczecin Metropolitan Area project executed with Zakład Unieszkodliwiania Odpadów Sp. z o.o. of Szczecin (see Current Report No. 15/2016). The Company is analysing the effectiveness as well as the legal and financial consequences of the termination.

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

Agnieszka Wasilewska-Semail, President of the Management Board
Tomasz Tomczak, Vice-President of the Management Board