



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

DATE: August 16th 2017

Subject: Best bid selected for construction of two steam units (2x50 MW) on Lombok Island (Indonesia)

Text of the report:

Current Report No. 27/2017

The Management Board of RAFAKO S.A. (the "Company") announces that PT. PLN (PERSERO), JALAN TRUNOJOYO BLOK M I/135, KEBAYORAN BARU, JAKARTA 12160, INDONESIA (the "Employer") selected the bid submitted by a consortium comprising the Company and PT. Rekayasa Industri as the Consortium Leader (the "Consortium") as the best bid in the tender procedure for "Construction of two coal-fired steam units (2x50 MW) on the Lombok Island (Indonesia)".

The value of the Company's bid is EUR 70,290,000.00 (or approximately PLN 295,000,000.00) VAT-exclusive, representing approximately 35% of the total value of the bid submitted by the Consortium. The project is to be completed in 39 months. The bid included a financing package arranged with members of the Polski Fundusz Rozwoju Group (Korporacja Ubezpieczeń Kredytów Eksportowych and Bank Gospodarstwa Krajowego).

In view of the above, the Company, as a Consortium member, will commence contract negotiations but only after the lapse of a standstill period of three days, when protests may be lodged.

As protests may be submitted by other bidders, the Company is uncertain as to if and when a contract for the project will be executed. If a contract is signed, the Company will announce it in a current report.

Legal basis: Art. 17.1 of the Market Abuse Regulation – Inside information.

Agnieszka Wasilewska-Semail, President of the Management Board

Jarosław Dusilo, Vice President of the Management Board