



GRUPA ZUE

CURRENT REPORT 33 / 2016

7 June 2016

Legal basis: Art. 56.1.2 of the Public Offering Act – Current and Financial Reports.

Subject: Value of Contracts Concluded with Tramwaje Warszawskie sp. z o.o.

Content:

The Management Board of ZUE S.A. with registered office in Cracow (the "Company") inform that on 7 June 2016, the consortium of the Company and Strabag sp. z o.o. (the "Consortium") entered into the contract with Tramwaje Warszawskie sp. z o.o. ("Tramwaje Warszawskie") and the Capital City of Warsaw (the "Contracting Authority") for "Construction of tram line to Tarchomin – stage II" (the "Contract"). Consequently, the total net value of the contracts entered into since 13 August 2015 between the companies comprising the ZUE Capital Group (the "Group") and the Group companies included in a consortium, and Tramwaje Warszawskie amounted to PLN 31.9m.

The abovementioned Contract is the highest value contract signed in the reporting period.

The Contract net value used also to calculate contractual penalties is PLN 25.7m out of which, the net amount of PLN 15.4m is attributable to ZUE. The Contract gross value is PLN 31.6m.

The Contract completion date has been set at 7 February 2017.

The warranty given by the Consortium is 60 months of the final acceptance.

The Contract provides for contractual penalties payable by the Consortium to the Contracting Authority. The contractual penalties payable by the Consortium to the Contracting Authority include the penalty for the failure to perform the Contract in a timely fashion as well as for a delay in the works performance as a result of which the dates of the road or tram traffic restrictions or closing specified in traffic schedules or at coordination meetings are extended. Under the Contract, the Consortium may also pay the penalty for its failure to perform or duly perform the Contract as a result of which the Contract is terminated by the Contracting Authority. The total amount of all contractual penalties charged by the Contracting Authority must not exceed 30% of the Contract net value.

The Contracting Authority reserves the right to claim damages in excess of the contractual penalties, up to the actual damage.



The remaining provisions of the Contract, including but not limited to the termination terms, do not differ from the standard terms of such type of contracts.

The total value of the contracts are deemed major since their value exceeds 10% of the Company's equity.

Legal basis: § 5.1.3 of the Regulation by the Minister of Finance of 19 February 2009 on current and periodic information published by issuers of securities and the conditions for recognizing information required under the law of a non-member state as equivalent.