

CURRENT REPORT 72 / 2017**27 October 2017**

Legal basis: Art. 17.1 of the MAR – Confidential Information.

Subject: Updated Information on Cooperation with BGŻ BNP Paribas S.A.

Content:

The Management Board of ZUE S.A. with registered office in Cracow (the “Company”) inform about an annex to the financing agreement signed on 27 October 2017 by the Company and BGŻ BNP Paribas S.A. (the “Bank”) (the “Annex”). The Company informed about the said financing agreement in the current report 96/2015.

Under the Annex, the credit limit (the “Limit”) was increased from PLN 100m to PLN 170m. The conclusion of the Annex was accompanied by an update of the revolving credit agreement – the executive agreement to the said financing agreement.

At present, the Company may use the Limit in the following way:

- 1) Revolving credit facility up to PLN 20m with the credit term of approx. 133 months of the Annex conclusion date and 12-month disbursement periods;
- 2) Bond line (up to the maximum amount of the Limit) for bid bonds, advance payment bonds, performance bonds and defects liability bonds provided at the Company’s request to secure the contracts carried out by the Company with the credit term and disbursement dates analogous to the revolving credit facility.

The increase of the Limit was followed by changes in the existing security of the Bank’s claims and the creation of additional security in the form of the registered pledge of up to 150% of the Limit on the Company’s non-current assets; i.e. its machinery and equipment with the carrying amount of approx. PLN 8.8m (the “Pledge”) and the assignment of rights under the insurance policy for the said assets to the Bank.

The remaining terms of the financing agreement and the rules governing the use of the credit and bond line did not substantially change.