

CURRENT REPORT 24 / 2018

11 June 2018

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

Subject: Submission of the Most Economically Advantageous Tender.

Content:

The Management Board of ZUE S.A. with registered office in Cracow (the “Company”) inform that they learnt on 11 June 2018 about the submission by the consortium of:

- 1) ZUE S.A. (Leader); and
- 2) KZN Rail sp. z o.o. with registered office in Cracow,
hereinafter referred to as the “Consortium,”

of the most economically advantageous tender in the tender procedure for the Cracow project named: “Reconstruction of tram tracks along the Królewska Street from the Rollego Street to the Dietla Street, the reconstruction of the road system, pavements, paths, the associated technical infrastructure and the Krakowska-Dietla-Stradomska rail hub, the reconstruction of the Dietla Street from the Bożego Ciała Street to the Augustiańska Street and the reconstruction of the Piłsudski bridge over the Vistula river.”

Contracting Authority: Zarząd Infrastruktury Komunalnej i Transportu w Krakowie.

Net value of the tender submitted by the Consortium: PLN 69.4m including the expected remuneration attributable to the Company of about 94%.

Gross value of the tender submitted by the Consortium: PLN 85.4m.

Project completion date: 10 months of the site delivery.

The Consortium is bound by the tender for 60 days. The 60-day period begins with the expiry of date for the submission of tenders.

Tender evaluation criteria:

- 1) Price – 60%;
- 2) Term of warranty – 20%;



3) Date on which tracks become operational for tram traffic – 20%.

The Company also informs that the tender submitted by the Consortium (the only tender in the abovementioned tender procedure) exceeds the Contracting Authority's budget. The Issuer will inform about the next major steps in relevant current reports.