

CURRENT REPORT 30 / 2022

1 June 2022

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

Subject: Cooperation with PKP PLK S.A.

Content:

The Management Board of ZUE S.A. with registered office in Cracow (the "Company," ZUE) inform that following the receipt by the Company on 1 June 2022 of the contract signed by the Company and PKP Polskie Linie Kolejowe S. A. with registered office in Warsaw (PKP PLK) for the following project: Provision of design activities and completion of construction works at the Zakopane station to expand operational capabilities of the station in connection with the project named: "Works on the railway lines no. 97, 98, 99 of the Skawina –Sucha Beskidzka – Chabówka – Zakopane sections" with the net value of PLN 20.8m (the "Contract"), the total net value of the contracts between the companies within the PKP PLK capital group and ZUE since 17 February 2022 amounted to approx. PLN 41.5m.

The abovementioned cooperation between the Company and PKP PLK includes, in particular, the Contract. The works carried out under the Contract are scheduled for completion approx. 583 days of the Contract conclusion date.

The Company cooperates with PKP PLK under the Contract on the terms and conditions typical for such type of cooperation including, in particular, technical terms, security, liability and termination (termination of the Contract). The term of the warranty and guarantee given by the Company is 48 months. The Contract provides for contractual penalties payable by the Company for its failure to perform a stage of the Contract in a timely fashion or termination of the Contract by PKP PLK due to the circumstances blamed on the Company. However, the total amount of contractual penalties must not exceed 30% of net remuneration. The payment of a contractual penalty is without prejudice to PKP PLK's right to claim additional damages up to the value of actual damage.