



## **CURRENT REPORT 62 / 2022**

**6 December 2022**

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

Subject: Conclusion of Contracts for Construction Works in Romania.

Content:

The Management Board of ZUE S.A. with registered office in Cracow (the "Company," ZUE) inform about the contracts entered into on 6 December 2022 between the Consortium comprising the Company and Drum Asfalt S.R.L with registered office in Oradea (Romania) and State Railway Company - "C.F.R." S.A. – C.F. Braşov Regional Branch (the "Contracting Authority") for the completion of particular stages of the railway project in Romania named: "Quick Wins – Works relating to the removal of speed limits to restore the technical parameters of the track surface – SRCF BRAŞOV (completion), line no. 300, 17 Lot." (the "Contracts")

The Company informed about the selection of the tender as the most economically advantageous offer in the current report 53/2022 of 11 October 2022.

The total net value of the signed Contracts translated into the Polish currency at the Contracts conclusion date is PLN 288m, out of which about 50% is attributable to the Company.

Project completion date: 18 months of the commencement of the works.

The term of warranty given by the Consortium is five years.

The Contracts provide for contractual penalties payable by the Consortium to the Contracting Authority in the circumstances specified therein, including the penalty for the failure to complete the works or to remove defects in a timely fashion. However, the total amount of the contractual penalties must not exceed 15% of the Contracts net value.

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

In addition, the Company informs that following the conclusion of the Contracts, the total value of the backlog held by the companies within the Capital Group at the date of this report is approx. PLN 1,622m.