

Current Report No. 47/2020 of 04.12.2020

Subject:

Conclusion of an agreement with Tauron Ciepło Sp. z o.o. with its registered office in Katowice

Content of the Report:

The Management Board of Elektrociepłownia "Będzin" S.A. ("Company", "Issuer") reports that today, i.e. on 4 December 2020 it received information from the Issuer's subsidiary Elektrociepłownia BĘDZIN Sp. z o.o. with its registered office in Będzin ("Subsidiary", "Seller") that on 3 December 2020 the Management Board of the Subsidiary concluded a complementary Heat Sales Agreement ("Agreement") with Tauron Ciepło Sp. z o.o. with its registered office in Katowice ("Customer") on increasing the ordered heat capacity, heat and heat carrier, performed by the Seller for the Customer to the Customer's infrastructure specified in the Agreement.

The Seller undertakes, during the term of the agreement, the duration of which coincides with the basic agreement for the delivery of heat of 19 December 2013 together with annexes to the agreement (referred to in Current Report No. 21/2019), i.e. until 31.08.2026, in particular to be ready to deliver heat power and heat in the amount of up to 100 MWt in accordance with the regulation table of temperatures of the heat carrier constituting an Appendix to the Agreement and to guarantee additional power ordered in the amount of 20 MWt.

The Parties allow for the possibility of changing the ordered heat capacity, however, it cannot be less than 20 MWt.

Due to the reserve character of the agreement, it is not possible to determine the estimated value of the agreement as of today and it depends on the supply order from Tauron Ciepło Sp. z o.o. The value of the guaranteed power ordered in the amount of 20 MW is approximately PLN 1.7 million per year.

The Parties allow for the possibility of termination of this agreement by each of them with a notice submitted by 31 May of a given calendar year, effective as of 31 August of a given calendar year, without giving reasons for termination.

The remaining provisions of the Agreement do not differ from standard provisions provided for in such agreements on the market, and detailed parameters of the performance of the Agreement are specified in appendices to the heat sales agreement.

Legal basis:

Article 17 (1) of Regulation (EU) No. 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/72/EC.

Signature:

Bartosz Dryjski	Członek Zarządu
Kamil Kamiński	Członek Zarządu