

Current report No. 5/2021

Subject:

Making a duplicate of current company's assets value.

Content of the Report:

The Management Board of Elektrociepłownia Będzin S.A. with its registered office in Poznań ("Issuer", "Company") hereby announces that in the course of works carried out by the Company's Management Board on the consolidated and separate report for 2020, on 13 April 2021, the Issuer's Management Board was informed by the Management Board of the subsidiary Elektrociepłownia Będzin Sp. z o.o. that the subsidiary's assets were tested for impairment and that no resulting impairment loss was recognized.

Therefore, the Issuer does not state any need for any impairment loss to be recognized in the Issuer's consolidated financial statements.

However, taking the impairment test carried out by the subsidiary's Management Board into account, the Issuer's Management Board decided to recognize as at the balance sheet date, i.e. as at 31 December 2020, an impairment loss on the shares of Elektrociepłownia Będzin Sp. z o.o. in the Issuer's separate financial statements.

As a result of the impairment loss recognized, the net performance of Elektrociepłownia Będzin S.A. for 12 months of 2020 will be decreased by PLN 32,593 k.

In addition, the Issuer's Management Board informs that the impairment loss recognized on the shares in the subsidiary will have a significant impact on the Issuer's financial performance.

The Management Board of the Company informs that the above financial data is preliminary in nature and may differ from the final financial data that will be disclosed in the consolidated and separate report for 2020 to be published by the Company on 22 April 2021.

Specific legal basis:

This report has been prepared in accordance with the provisions of Article 17 (1) of the 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 – Member of the Management Board
Kamil Kamiński – Member of the Management Board