

**Current report 17/2014**

**Report date: 18 March 2014**

**Subject: Bond issue by a subsidiary - mortgage**

Legal basis: 56 sec. 1 point 2 of the Act on Offerings - current and periodic information

Report content:

The Management Board of WIKANA S.A. (the "Issuer") announces that on 17 March 2014 it received a notification from the District Court in Rzeszów, 7th Land and Mortgage Register, on the entry of a contractual mortgage of up to PLN 7 590 000.00 under the 4th section of the land register, number: RZ1Z/00140320/8, maintained for a property owned by a subsidiary of the Issuer: Wikana Property Sp. z o.o. LAMDA S.K.A., based in Lublin (the "Subsidiary"), comprising a developed property consisting of parcels of land numbered: 2200/73, 2200/75, 2200/77, 2200/79, 2200/80, 2200/82, 2200/85, 2200/87, 2200/88, 2200/90, 2200/92, 2200/94, 2200/97, with total area of 0.5222ha, located in Rzeszów, cadastral unit 0221 Rzeszów - Słocina, for the Mortgage Administrator - Wojnar, Smołuch i Wspólnicy. Adwokaci i Radcowie Prawni s.p., based in Warsaw (REGON: 146685223), in order to secure all claims of bondholders resulting from 5 060 series A dematerialised bearer bonds numbered 0001-5060 with a par value of PLN 1 000 each, issued by the Subsidiary pursuant to resolution 1 of the Subsidiary's Extraordinary General Meeting of 23 December 2013, as disclosed by the Issuer in current report 49/2013 of 24 December 2013.

As per the Issuer's accounts, the book value of the assets under mortgage is PLN 1 519 800.

The basis for presenting this report is the fact that the value of the mortgage exceeds EUR 1 000 000, as converted using the average exchange rate published by the National Bank of Poland on the date that the disclosure requirement arose.

Detailed legal basis: § 5 sec. 1 point 1) of the Ordinance of the Minister of Finance of 19 February 2009 concerning current and periodic information disclosed by issuers of securities [...]

*President of the Management Board*

*Sławomir Horbaczewski*

*Vice-President of the Management Board*

*Sylwester Bogacki*