

Current report 20/2015

Report date: 2015-07-17

Subject: Conclusion a significant agreement by a subsidiary

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

Management Board of WIKANA S.A. ("Issuer") hereby informs that on 17 July 2015, the Issuer's subsidiary company Wikana Property Spółka z ograniczoną odpowiedzialnością PANORAMA Spółka Komandytowo-Akcyjna ("Company") concluded an agreement with SKANSKA S.A. ("Contractor") for construction works ("Agreement") consisting in the construction of a multi-family residential building OPV with installations, utility services connections and area development realized within the framework of the next stage of investment under the name "Osiedle Panorama" (Panorama Settlement) in Rzeszów. The Agreement completion term was established for July 2016.

Remuneration for the performance of the Agreement subject is a lump-sum payment and amounts to 4.3 M Polish zloty net.

The agreement provides for contractual penalties for the Contractor e.g. in the case of failure to complete the subject of the agreement in time but also due to untimely removal of faults under the guarantee/warranty or withdrawal from the Agreement by the Company at the Contractor's fault. In turn, the Contractor is entitled to obtain contractual penalty from the Company i.a. due to withdrawal from the Agreement at the Company's fault or delay in practical completion inspection. The parties are entitled to claim supplementary compensation up to the amount of actual damage sustained if the value of damage exceeds the amount of received contractual penalties. Contractual penalties may be calculated for various reasons in total, however, that cannot exceed 10% of the value of the Agreement. The Agreement is concluded under the suspensory condition which is reception by the Company of financing the construction works which constitute the subject of the Agreement; the aforementioned condition had been met by the Company and the Agreement became effective with the day of its signing. The criterion of considering the Agreement as significant is the fact that its value exceeds 10% of the Company own capital. The remaining conditions of the Agreement, including those related to its performance, withdrawal or termination do not differ from standard stipulations used in such agreements.

Detailed legal basis: § 5 sec. 1 point 3 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
Robert Pydzik

Member of the Management Board
Agnieszka Maliszewska