

Current report 40/2014

Report date: 13 June 2014

Subject: Execution of a significant agreement

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

Report content:

The management board of WIKANA S.A. (the "Issuer") announces that on 13 June 2014 a subsidiary of the Issuer - Wikana Nieruchomości Sp. z o.o. KROSNO S.K.A., based in Lublin (the "Ordering Party"), executed a construction works agreement with Krośnieńskie Przedsiębiorstwo Budowlane w Krośnie S.A., based in Krosno (the "Contractor") (the "Agreement"), comprising the construction of residential multi-family building no. 3, together with connections and land development, to be built under phase IV of the investment Osiedle Generalskie in Krosno, ul. Hallera.

The Agreement states that works will be commenced on 24 July 2014 at the latest and will be completed within 14 months from commencement.

Remuneration for the performance of the object of the Agreement is a flat fee of PLN 8 997 000.00 net.

The Agreement does not contain any specific conditions differing from the conditions normally applied to this type of agreement.

The Agreement contains contractual penalties, however their amount does not exceed the equivalent of EUR 200 000, according to the average exchange rates published by the National Bank of Poland, or 10% of the Agreement's value.

The Agreement contains a condition precedent, consisting of the signing by 15 July 2014 of a restricted bank account agreement between the Ordering Party and the Contractor, on principles detailed in the Agreement.

The Agreement is considered as significant because its value exceeds 10% of the Issuer's equity.

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
Sławomir Horbaczewski

Robert Pydzik
Member of the Management Board