



(TRANSLATION ONLY)

Current report No: 27/2021

Prepared on: 2021-07-09

Issuer's abbreviated name: TORPOL S.A.

Subject: The offer submitted by the Issuer as the most favourable one in the tender procedure organized by PKP Polskie Linie Kolejowe S.A.

Legal Grounds:

Article 17(1) of MAR – Confidential Information

Contents of the Report:

The Management Board of TORPOL S.A. [Company, Issuer] informs that on 9 July 2021, PKP Polskie Linie Kolejowe S.A. [Investor] has selected the bid submitted by the Issuer in an open tender for the execution of construction works for Stage I of the project "Works on railroad line No. 38, section Ełk-Korsze, including electrification" as the most favourable one.

The tender evaluation criterion was the total gross price [100% weighting].

The price of the offer submitted by the Consortium as a result of the conducted electronic auction amounts to about PLN 681.3 million excl. VAT (i.e. about PLN 838.0 million gross). The price includes approximately PLN 370 million excl. VAT (i.e. PLN 455 million gross) for the implementation of the basic scope, PLN 270 million excl. VAT (i.e. PLN 333 million gross) for the implementation of option No. 1, PLN 41 million excl. VAT (i.e. PLN 51 million gross) for the implementation of option No. 2.

The investment realization deadline is 26 months from the date of commencement of works within the so-called basic scope, and 20 months from the date of commencement of the scope of works covered by the two option rights.

If there are no appeals from other participants of the tender procedure with respect to the selection of the Issuer's offer within the period provided for by law, an agreement will be concluded for the execution of the aforementioned basic scope of works specified in the offer. The Issuer will inform about the conclusion of a relevant agreement in a separate current report.