

(TRANSLATION ONLY)

Current report No: 15/2022

Prepared on: 2022-05-27

Issuer's abbreviated name: TORPOL S.A.

Subject: Submission of the highest scored offer in a 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 27 May 2022, the Company received information on the closure of an electronic auction by PKP Polskie Linie Kolejowe S.A. (Investor) - on the same day - conducted under an open tender titled: "Design and execution of works for the task titled: "Demolition, reconstruction, expansion and construction of the railway line no. 104 Chabówka - Nowy Sącz on the section E" (Investment). Moreover, in connection to this closure, the offer submitted by the consortium with participation of the Issuer within the electronic auction scored the highest number of points.

The criterion for evaluation of the offers submitted under the aforementioned tender is the gross price (100% weighting).

The completion date for the Project has been set at:

- Basic Scope - 30 months from the Commencement Date,
- Option No. 1 - 108 months from the expiry of the Defects Reporting Period for the Basic Scope. The Investor may submit a declaration on exercising Option No. 1 not earlier than 12 months and not later than 6 months before the expiry of the Defects Reporting Period for the Basic Scope,
- Option No. 2 - specified by the Investor in his statement on exercising Option No. 2, but no later than until the expiry of the Defects Reporting Period for the Basic Order, and in the event that the Investor exercises Option No. 1 - until its completion. The Investor may submit a declaration on the exercise of Option No. 2 no later than 6 months before the expiry of the Defect Reporting Period for the Basic Scope, and in the case of the Investor's exercise of Option No. 1 - no later than 6 months before its completion.

The price of the offer made by the Issuer in the electronic auction is approximately PLN 963.95 million gross (i.e. approximately PLN 783.7 million net), including the price for the implementation of the basic scope of PLN 951 million gross (i.e. approximately PLN 773.17 million net), the price for the implementation of option right no. 1 is PLN 4.45 million gross (i.e. approximately PLN 3.6 million net),



and the price for the implementation of option right no. 2 is PLN 8.5 million gross (i.e. approximately PLN 6.9 million net).

The Investor's funds allocated for the execution of the basic scope of the Investment amount to approximately PLN 754.8 million gross (PLN 613.7 million net).

The Issuer's share in the consortium is 70%.

The Issuer will inform about further significant stages of the above proceedings in a subsequent current report.