

Current Report No. 8/2012

(Friday, 16 March 2012)

Legal basis: Article 56 Section 5 of the Polish Public Offering Act – updating the information

Conclusion of an annex to a major credit contract

The Management Board of AB S.A. with its registered office in Wrocław, pursuant to § 5 Section 1 Point 3) of the Regulation of the Minister of Finance of 19 February 2009 on current and periodical information disclosed by issuers of securities (Journal of Laws No. 33 Item 259, as amended), informs that on 16 March 2012 the Issuer received a signed annex of 13 March 2012 (Annex) to the credit contract of 29 May 2008 (Contract) with Bank Polska Kasa Opieki Spółka Akcyjna with its registered office in Warsaw (Bank).

The concluded Annex specifies the principles of granting to the Company by the Bank of credit limits which include:

– overdraft facility up to the amount of PLN 80,000,000, available from 15 March 2012 to 15 July 2012 and PLN 100,000,000 from 16 July 2012 to 15 March 2013.

The overdraft facility is made available in three currencies: EUR, USD and PLN, whereas the maximum amount of the overdraft facility in EUR is EUR 6,500,000 in USD it is USD 2,500,000. The total amount of the overdraft facility cannot exceed the amount of PLN 80,000,000, in the period from 15 March 2012 to 15 July 2012 and PLN 100,000,000 in the period from 16 July 2012 to 15 March 2013.

– A Limit for Bank Guarantees and Letters of Credit up to the amount of PLN 6,000,000.

The final repayments dates of the credit limit or extension for subsequent periods are as follows:

– 15 March 2013 for the overdraft facility,

– 15 March 2014 for the Limit for Bank Guarantees and Letters of Credit, whereas the guarantees for the amount of PLN 3,000,000 shall be valid not longer than until 15 May 2015.

The collaterals to the granted credit limits are as follows:

– registered pledge on inventories of minimum PLN 35,000,000 together with assignment of rights from insurance policies;

– assignment of receivables for no less than PLN 30,000,000;

– power of attorney to the Borrower's current accounts with the Lender.

Interest on the credit is calculated on the basis of WIBOR 1M, LIBOR SPOT 1M,

EURIBOR 1M plus a margin of the Bank. Other provisions of the contract do not deviate from standard provisions used in the contracts of this type.

The criterion used to determine whether the contract is significant is the value of the credit which exceeds the equivalent of 10% of issuer's equity capital.