

Current Report No. 8/2010

(Thursday, May 6, 2010)

Legal basis: Article 56 Paragraph 5 of the Act on public offering – information update

Execution of an annex to a significant loan agreement

The Management Board of AB S.A. with its registered seat in Wrocław, pursuant to Article 5 Paragraph 1 Item 3) of the Ordinance of the Minister of Finance on current and periodical information disclosed by issuers of securities dated February 19, 2009 (Journal of Laws No. 33 Item 259) informs that on May 5, 2010 the Issuer was delivered a signed off annex, dated April 28, 2010 (the Annex) to the loan agreement of May 29, 2008 executed with Bank Polska Kasa Opieki Spółka Akcyjna with its registered seat in Warsaw (the Bank).

The Annex sets out the terms and conditions of provision by the Bank to the Company of credit facilities consisting in:

- an overdraft of up to PLN 60,000,000, and
- a Credit Facility for Bank Guarantees up to PLN 6,000,000.

The dates of final maturity or renewal of the credit facilities are as follows, respectively:

- April 30, 2011 with regard to the overdraft,
- June 30, 2013 with respect to the Credit Facility for Bank Guarantees, of which the amount of PLN 3.000.000 to mature or to be renewed by April 30, 2011.

The facilities are collateralized in the following manner:

- registered pledge on inventory of value not lower than PLN 35,000,000 together with assignment of rights to insurance policy;
- assignment of receivables of no less than PLN 30,000,000;
- power of attorney to use the Borrower's current accounts maintained by the Lender;
- a conditional assignment of cash to the Bank in the amount equal to the value of the guarantees provided (with regard to the Credit Facility for Guarantees).

The interest rate is calculated based on WIBOR 1M increased by the Bank's margin. The remaining provisions of the agreement do not differ from the standards terms and conditions applied in the agreements of such type.

The agreement is considered significant when the value of the loan exceeds the equivalent of 10% of the Issuer's equity.