

Current Report No. 10/2013

(Tuesday, 14 May 2013)

Legal basis: Article 56.5 of the Polish Public Offering Act – information update

Conclusion of annexes to a material loan agreement

Pursuant to Art. 5.1.3) of the Regulation of the Minister of Finance of 19 February 2009 on current and periodic information disclosed by issuers of securities (Journal of Laws No. 33 item 259, as amended), the Management Board of AB S.A. with its registered office in Wrocław informs that on 14 May 2013 the Issuer received an executed annex of 15 April 2013 (Annex I) to the loan agreement of 1 February 1999 and an annex to the agreement of 15 April 2012 (Annex II) on a working capital loan in EUR concluded with Kredyt Bank Spółka Akcyjna with its registered office in Warsaw, whose legal successor is Bank Zachodni WBK Spółka Akcyjna with its registered office in Wrocław.

The Annexes were signed to increase the value of the borrowing limits granted in PLN and EUR comprising overdraft facilities up to PLN 100,000,000. Simultaneously, pursuant with the Annexes, the amount of the loans will be consistent with the Issuer's order, however, the total amount of loans in EUR and in PLN may not exceed PLN 100,000,000.

The date of final repayment of the limits or extension thereof for a subsequent period is 30 April 2014.

The granted loans are collateralised as follows:

- blank promissory note issued by the Issuer;
- registered pledge on inventories amounting to minimum PLN 50,000,000 along with the assignment of rights under the insurance policy with coverage against fire and other fortuitous events;
- assignment of receivables from the selected customers under issued invoices for goods and services amounting to minimum PLN 35,000,000.

The annexes change the rate based on which interest on both limits is calculated. Under the Annexes, interest shall be calculated on the basis of WIBOR 1M rate for a loan in PLN and EURIBOR 1M for a loan in EUR, respectively, plus the Bank's margin. Other provisions of the agreement do not differ from standard provisions used in agreements of this type.

The criterion used to determine whether the agreements are material is the value of loans exceeding the equivalent of 10% of the Issuer's equity.