

Current Report CR No 21 – Indirect acquisition of a substantial block of shares (30.06.2016)

The STALPRODUKT S.A. Management Board (hereinafter referred to as the "Issuer" or the "Company") informs that on 30 June 2016, they received from Kallisto 20 sp. z o.o. a notification referred to in art. 69, par.1 in connection with art. 69a of the Act on Public Offering and Conditions of Introduction of Financial Instruments into Organized Trading System and on Public Companies as of 29 July 2005, concerning the increase of his voting share in the general number of votes in the STALPRODUKT S.A. Company based in Bochnia (hereinafter the "Company" or the "Issuer"), i.e. exceeding the threshold of 25 % in the total number of votes, resulting from the indirect acquisition of the Company's shares.

Acting in the name of the Company (hereinafter also referred to as the "Notifier") fulfilling his obligation provided for in art. 69, par.1 in connection with art. 69a of the Act on Public Offering and Conditions of Introduction of Financial Instruments into Organized Trading System and on Public Companies as of 29 July 2005, I, herewith, notify about the increase of the Notifier's voting share in the total number of votes of the STALPRODUKT S.A. Company based in Bochnia (hereinafter referred to as the Company or the Issuer), i.e. the same **exceeding the threshold of 25 %** in the total number of votes, resulting from the indirect acquisition of the Company's shares. In connection with the above I inform that:

1. On 28 June 2016, as a result of the Notifier's acquisition in the form of an in-kind contribution (i.e. non-cash contribution made in exchange for the Notifier's shares) of 6,008,000 shares of the STP Investment S.A. company based in Bochnia, the Notifier achieved a majority shareholding package in the STP Investment S.A. company in Bochnia, and, in connection therewith, he indirectly acquired all the Issuer's shares so far held by the STP Investment S.A. based in Bochnia, i.e.:

- a) 866,671 Issuer's bearer shares accounting for 12.89% of the share capital and authorizing to 866,671 votes at the Issuer's General Meeting, accounting for 4.84% of the total number of shares,

- b) 1,009,052 Issuer's registered voting preference shares (in relation of 5 votes to 1 share), accounting for 15.00 % of the share capital and authorizing to 5,045,260 votes at the Issuer's General Meeting, accounting for 28.15% of the total number of votes,

i.e.. totaling: 1,875,723 Issuer's shares, accounting for 27.89% of the share capital and authorizing to 5,911,931 votes at the Issuer's General Meeting, accounting for 32.99% of the total number of votes.

2. Before the above mentioned change, the Notifier had not held any other Issuer's shares.

3. At present, the Notifier is holding (indirectly):

a) 866,671 Issuer's bearer shares accounting for 12.89% of the share capital and authorizing to 866,671 votes at the Issuer's General Meeting, accounting for 4.84% of the total number of shares,

b) 1,009,052 Issuer's registered voting preference shares (in relation of 5 votes to 1 share), accounting for 15.00 % of the share capital and authorizing to 5,045,260 votes at the Issuer's General Meeting, accounting for 28.15% of the total number of votes,

i.e.. totaling: 1,875,723 Issuer's shares, accounting for 27.89% of the share capital and authorizing to 5,911,931 votes at the Issuer's General Meeting, accounting for 32.99% of the total number of votes.

The an entity controlled by the notifying Shareholder (Notifier), holding the Issuer's shares, is the above mentioned company - STP INVESTMENT SA based in Bochnia, which is currently holding all the above mentioned Issuer's shares.

Art. 69 par. 4, subpar. 6 -8 of the above mentioned Act on Public Offering and Conditions of Introduction of Financial Instruments into Organized Trading System and on Public Companies - non-applicable.

The total number of votes indicated pursuant to Art. 69, par. 4, subpar. 2, 7 and 8 and its percentage share in the total number of votes have been provided above.