

Current Report CR No 22 – Information on the Conclusion of the Shareholders' Agreement (30.06.2016)

The STALPRODUKT S.A. Management Board (hereinafter referred to as the "Issuer" or "Company") informs that as of 30 June 2016 received from:

- 1) STP Investment S.A. based in Bochnia (hereinafter referred to as „Shareholder 1”),
- 2) Stalprodukt – Profil S.A. based in Bochnia (hereinafter referred to as „Shareholder 2”),
- 3) Stalnet sp. z o.o. Based in Bochnia (hereinafter referred to as „Shareholder 3”),
- 4) Piotr Janeczek resident in Cracow (hereinafter referred to as „Shareholder 4”)

(the entities referred to in the above paragraphs from 1) to 4) shall be, hereinafter, referred to as "Shareholders")

jointly represented by the Shareholder 1, a notification prepared pursuant to the provisions of art. 69, par. 1, subpar. 1) in connection with art. 87 par. 1, subpar. 6) 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 (Journal of Laws as of 2013, item 1382, as amended; hereinafter referred to as the "Act") on conclusion of the Shareholders' Agreement on 30 June 2016, concerning the purchase of shares under the business name of STALPRODUKT S.A. based in Bochnia (hereinafter referred to as the "Company"), consensual voting at the Company's General Meetings and pursuing a common policy in respect of the Company with a view to carrying out the undermentioned call, referred to below (hereinafter referred to as "Agreement").

What was included in the Agreement, in particular, was the Shareholders' aspiration to call for tender offers in respect of the sales of the Company's shares in the number ensuring that the Shareholders shall reach the threshold of 66% of the total number of the Company's shares.

As a result of the conclusion of the Agreement, the Notifiers' share in the total number of the Company's votes exceeded 33 1/3 %.

In accordance with the content of the Notification, discharging the duties defined in Chapter 4 of the Act, related to the Agreement as referred to above, was entrusted to Shareholder 1, pursuant to art. 87, par .3 of the Act.

Before the conclusion of the Agreement, each of the Shareholders held the following number of the Company's shares:

1. Shareholder 1 held:

- 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. Shareholder 2 held:

a) 492,759 Issuer's bearer shares accounting for 7.33% of the share capital and authorizing to 492,759 votes at the Issuer's General Meeting, accounting for 2.75% of the total number of shares,

b) 128,958 Issuer's registered voting preference shares (in relation of 5 votes to 1 share), accounting for 1.92 % of the share capital and authorizing to 644,790 votes at the Issuer's General Meeting, accounting for 3.60% of the total number of votes,

i.e.. totaling: 621,717 Issuer's shares, accounting for 9.24% of the share capital and authorizing to 1,137,549 votes at the Issuer's General Meeting, accounting for 6.35% of the total number of votes.

3. Shareholder 3 held:

a) 107,561 Issuer's bearer shares accounting for 1.60% of the share capital and authorizing to 107,561 votes at the Issuer's General Meeting, accounting for 0.60% of the total number of shares,

b) 62,000 Issuer's registered voting preference shares (in relation of 5 votes to 1 share), accounting for 0.92 % of the share capital and authorizing to 310,000 votes at the Issuer's General Meeting, accounting for 1.73% of the total number of votes,

i.e.. totaling: 169,561 Issuer's shares, accounting for 2.52% of the share capital and authorizing to 417,561 votes at the Issuer's General Meeting, accounting for 2.33% of the total number of votes.

4. Shareholder 4 held 114,865 Issuer's registered voting preference shares (in relation of 5 votes to 1 share), accounting for 1.71 % of the share capital and authorizing to 574,325 votes at the Issuer's General Meeting, accounting for 3.20% of the total number of votes.

After the conclusion of the Agreement the Shareholders hold the total of:

a) 1,466,991 Issuer's bearer shares accounting for 21.81% of the share capital and authorizing to 1,466,991 votes at the Issuer's General Meeting, accounting for 8.19% of the total number of shares,

b) 1,314,875 Issuer's registered voting preference shares (in relation of 5 votes to 1 share), accounting for 19.55 % of the share capital and authorizing to 6,574,375 votes at the Issuer's General Meeting, accounting for 36.68% of the total number of votes,

i.e.. totaling: 2,781,866 Issuer's shares, accounting for 41.37% of the share capital and authorizing to 8,041,366 votes at the Issuer's General Meeting, accounting for 44387 of the total number of votes.

The conclusion of the Agreement did not cause any changes in the range of the numbers of the Company' shares directly held by the particular Shareholders.

As of the moment the Agreement being concluded, there are no subsidiary entities in existence controlled by the Shareholders, which hold the Company's shares, nor persons referred to in art. 87, par. 1, subpar. 3), letter item c) of the Act.

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.