

Current report no. 4/2020 of 14 February 2020

Subject: Notification of Accelerated Arrangement Proceedings of a subsidiary company - Energetyczne Towarzystwo Finansowo-Leasingowe Energo-Utech S.A.

Legal basis:

Article 17 §1 MAR - confidential information

The report:

The Management Board of Elektrociepłownia "Będzin" S.A. ("Issuer") in connection with obtaining information today on the issuance by the District Court Poznań-Stare Miasto in Poznań, 11th Commercial Division for Bankruptcy and Restructuring of the Decision on the opening of accelerated arrangement proceedings and appointment of a court supervisor to the subsidiary company - Energetyczne Towarzystwo Finansowo-Leasingowe Energo-Utech S.A. ("Subsidiary Company") hereby informs whom it may concern that, acting pursuant to Article 17(4) of Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse ("**MAR**"), due to fear of infringing the legitimate interest of the issuer of securities (Elektrociepłownia "Będzin" S.A.), it has decided to postpone the obligation to publish information about the receipt on 3 February 2020 from the Management Board of the Subsidiary Company of information about submission on 31 January 2020 by the Subsidiary Company to the District Court in Poznań, Poznań Stare Miasto 11th Commercial Division, of a motion to open accelerated arrangement proceedings in connection with the fear of loss of financial liquidity of that company, the reason for which lies in the fact that:

1. one of the company's creditors has put a claim for payment of a significant amount of money in arrears and refused to sign the settlement in order to spread the amount over time,
2. 3 (three) customers have started bankruptcy or self-cleaning procedure and terminated related lease agreements in 2019

The information presented by the Subsidiary Company shows that the Company is not in arrears with any public or legal liabilities or obligations towards its employees. Secured receivables do not become part of the arrangement (mainly bank receivables).

Today, the Issuer's Management Board decided to publish the aforementioned confidential information due to the fact of issuing a decision to open accelerated arrangement proceedings and appoint a court supervisor.

Signatures of persons representing the Issuer:

Krzysztof Kwiatkowski - President of the Management Board

Jarosław Staniec - Member of the Management Board