

## **Execution of a general contractor agreement with Kalter Spółka z ograniczoną odpowiedzialnością**

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The Management Board of Atlas Estates Limited (the "**Company**") hereby notifies that on 20 November 2015 a General Contractor Agreement (the "**Agreement**") was signed between the Company's subsidiary: Atlas Estates (Przasnyska 9) Spółka z ograniczoną odpowiedzialnością with its registered seat in Warsaw, Poland ("**Investor**") and Kalter Spółka z ograniczoną odpowiedzialnością with its registered seat in Białystok, Poland ("**General Contractor**").

The subject of the Agreement is the construction by the General Contractor of multi-apartment residential building at 9, Przasnyska St. in Warsaw, Poland.

The maximum value of the General Contractor's remuneration amounts to 30,000,000.00 PLN + VAT. The completion of the General Contractor obligation shall occur on 31 July 2017.

The Agreement provides for contractual penalty in the amount of 10% of the General Contractor's remuneration payable by the General Contractor in the event Investor terminates the Agreement due to reasons attributable to the General Contractor, defined in the Agreement and a number of contractual penalties payable by the General Contractor in the event of delays in construction.

The agreement provides also contractual penalty in the amount of 10% of the General Contractor's remuneration payable by Investor in the event General Contractor terminates the Agreement due to the reasons attributed to the Investor, defined in the Agreement.

Total number of the contractual penalties shall not exceed 10% of the General Contractor's remuneration, however, the Investor is entitled to claim compensation for damages exceeding the contractual penalties.

*Legal grounds: art. 56 item 1, point 1) of Polish Act on Public Offering, the Conditions Governing the Introduction of Financial Instruments to Organized Trading and Public Companies dated 29 July 2005 (Polish Journal of Laws of 2009, Nr 185, Item 1439)*