

Current report No. 31/2013

Subject: Conclusion of new credit agreements in amount of PLN 300,000,000 by the Company and its subsidiaries

The Management Board of Pfeiderer Grajewo S.A. reports that on June 26th and June 27th 2013 Pfeiderer Grajewo S.A. (the "Company") and its subsidiaries Pfeiderer Prospan SA and Silekol Sp. z o.o. entered into new credit agreements. The credit limits available under the agreements with four banks total PLN 300,000,000 and serve to secure the financial liquidity of the Company and its subsidiaries in the next five years.

On June 26th 2013, the Company entered into two credit agreements with Bank Millennium SA for the total amount of PLN 100,000,000, including a PLN 75,000,000 multi-purpose credit facility and a PLN 25,000,000 overdraft facility. Concurrently, Pfeiderer Prospan SA and Silekol Sp. z o.o., the Company's subsidiaries, each concluded a PLN 10,000,000 overdraft facility agreement with Bank Millennium SA. The total amount of the borrowers' liabilities under the four credit agreements with Bank Millennium SA may not exceed PLN 100,000,000. Under the multi-purpose credit agreement, the amounts borrowed are to be repaid in whole within five years from the agreement date. The overdraft facilities are to be repaid in whole within three years. The purpose of the credit facilities is to provide financing for the borrowers' day-to-day operations. The four credit facilities will be secured primarily by a mortgage on developed real properties (cross-collateralized for the benefit of the other 3 banks) including the Company's production plant in Grajewo and the Wieruszów production plant owned by Pfeiderer Prospan SA, as well as by a pledge on machinery forming part of the production plants' equipment. In addition, both Pfeiderer Prospan SA and Silekol Sp. z o.o. have guaranteed Company's liabilities in respect of the credit facilities to the amount of PLN 115,000,000.

On June 26th 2013, the Company entered into a PLN 75,000,000 credit agreement with Alior Bank SA. The facility is intended to finance the Company's day-to-day operations, and is to be fully repaid five years after the agreement date. Furthermore, the Company and its subsidiaries Pfeiderer Prospan SA and Silekol Sp. z o.o. entered into an agreement with Alior Bank SA providing for a PLN 25,000,000 overdraft facility, under which the bank granted a limit of PLN 25,000,000 to the Company, and sub-limits of PLN 10,000,000 to each of Pfeiderer Prospan SA and Silekol Sp. z o.o. This facility is intended to finance the borrowers' day-to-day operations and is to be repaid in full three years after the agreement date. The total amount of the borrowers' liabilities under the two credit agreements with Alior Bank SA may not exceed PLN 100,000,000. The two credit facilities will be secured primarily by a mortgage on developed real properties (cross-collateralized for the benefit of the other 3 banks) including the Company's production plant in Grajewo and the Wieruszów production plant owned by Pfeiderer Prospan SA, as well as by a pledge on machinery forming part of the equipment of Pfeiderer Prospan's production plant. In addition, both Pfeiderer Prospan SA and Silekol Sp. z o.o. have guaranteed Company's liabilities in respect of the credit facilities to the amount of PLN 115,000,000.

On June 26th 2013, the Company entered into an agreement with Bank Zachodni WBK SA for a multi-purpose credit facility of PLN 45,000,000, intended to secure the Company's liquidity and to fund its capital expenditure. This credit facility is to be repaid in full five years after the agreement date. At the same time, the Company and its subsidiaries Pfeleiderer Prospan SA and Silekol Sp. z o.o. entered into an agreement with Bank Zachodni WBK SA, providing for an overdraft facility of PLN 15,000,000 (a joint limit available to all the three borrowers). The purpose of the credit facility is to secure liquidity and to fund capital expenditure. It is to be repaid three years after the agreement date. The total amount of the three borrowers' liabilities under the two credit agreements with Bank Zachodni WBK SA may not exceed PLN 60,000,000. The two credit facilities will be secured primarily by a mortgage on developed real properties (cross-collateralized for the benefit of the other 3 banks) including the Company's production plant in Grajewo and the Wieruszów production plant owned by Pfeleiderer Prospan SA, as well as by a pledge on machinery forming part of the equipment of the Company's production plant.

On June 27th 2013, the Company entered into an agreement with Bank Ochrony Środowiska SA, providing for a multi-purpose credit facility of PLN 40,000,000, intended to finance the Company's day-to-day operations and maturing five years after the agreement date. The credit facility will be secured primarily by a mortgage on developed real properties (cross-collateralized for the benefit of the other 3 banks) including the Company's production plant in Grajewo and the Wieruszów production plant owned by Pfeleiderer Prospan SA, as well as by a pledge on machinery forming part of the equipment of the Company's production plant.

The credit agreements qualify as significant based on their value relative to the Company's equity.

This report has been prepared on the basis of Par. 5.1.3 and 5.1.7 of the Minister of Finance's Regulation on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state, dated February 19th 2009 (Dz. U. No. 33, item 259, as amended).

June 27th 2013