

CURRENT REPORT 04/2020

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Signing of a significant agreement with SGB Bank SA

Only the Polish version of this document is legally binding.

This translation is provided for information only.

Every effort has been made to ensure the accuracy of this publication.

The Management Board of INPRO S.A. (the "Company") with its registered office in Gdańsk informs that on 29 January 2020 the Company signed working capital agreement No. U/OBR/506775/2020/1/GD with SGB - Bank S.A. with its registered office in Poznań ("SGB," the "Bank") on the following conditions:

The object of the agreement: partial financing of the costs of purchase of the plots of land located in Gdańsk, Niepołomska Street.

1. Significant conditions of the agreement: The agreement between the Company and the Bank contains standard provisions and is a typical agreement concluded in transactions of that kind. It contains, without limitation, the following provisions:
 - a) Credit amount: up to PLN 10,850,000.00.
 - b) The financial conditions do not deviate from those commonly used for that type of agreements: the credit interest rate is based on 3 M WIBOR + the Bank's margin; there is an arrangement and commitment fee.
 - c) Drawings: until 31/01/2020, one-off payment to the Company's account.
 - d) Credit transaction period: until 31/12/2022.
 - e) Repayment conditions: the principal repaid in 35 equal monthly instalments payable from 02/03/2020; interest repaid on a monthly basis.
 - f) Credit launch conditions: establishing legal securities for credit repayment and the payment of the commission. As regards establishing a mortgage in favour of the Bank, the confirmation of filing at a court of a paid-for application for the entry of the mortgage and the payment of relevant civil law transaction tax are the credit launch conditions, too.
2. Legal security for credit repayment:
 - a) A contractual mortgage for SGB Bank S.A. up to PLN 16,275,000 on plots Nos. 10/88 and 10/89 located in Gdańsk, on land and mortgage register to be established following the segregation of the plots from land and mortgage register No. GD1G/00315282/4, kept by the Gdańsk-North District Court in Gdańsk, 3rd Land and Mortgage Register Division, to secure the repayment of the principal and secondary liabilities: bank commissions, interest and debt collection and enforcement costs.
 - b) A blank promissory note with a promissory note declaration.
 - c) A statement by INPRO S.A. on submission to enforcement in the manner prescribed by Article 777 §1 item 5) of the Civil Procedure Code up to PLN 16,275,000, made as a notarised deed
 - d) A power of attorney to the Company's current account kept at SGB in favour of SGB.
3. Additional conditions: the obligation to advise the Bank of contracting a credit-like liability, e.g. a credit, loan, surety, guarantee, promissory note and other balance-sheet and off-balance-sheet liabilities; the obligation to obtain the Bank's consent to establishing any kind of encumbrance (including a mortgage) on the real estate constituting the legal security of credit repayment, submission of an appraisal survey for the property being credited every 34 months.

The obligation to put the annual turnover of min. PLN 15,000,000 through bank accounts at SGB-Bank S.A.

4. If credit repayment is late, the Bank will collect interest on the outstanding amount for the period from the day following the deadline until the payment with reference to the interest rate for overdue credit.
5. The credit agreement does not contain other special conditions deviating from those commonly used in agreements of that kind or provisions pertaining to penalties, whose value would exceed 10 % of the value of that agreement or the equivalent of 200,000 euros with reference to the average rate published for a given currency by the National Bank of Poland and binding on the date of conclusion of that agreement.

The Issuer's significant criterion for agreements is the considerable total value, on the Issuer's scale, of the object of the agreements concluded by the entities belonging to the INPRO Corporate Group with the group of cooperative banks comprising SGB-Bank SA during the last 12 months, that value being PLN 36,450,000.

Detailed legal grounds: Article 17 para. 1 of the Regulation of the European Parliament and of the Council (EU) No 596/2014 of 16 April 2014 on market abuse (the market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/72/EC (also referred to as the MAR)