

(Translation from the Polish language)

FINANCIAL SUPERVISORY COMMISSION

Current report No 20/2016 P

Date: 20 April 2016

Issuer's shortened name: KOPEX SA

Subject: **Information about the intention of recognition in the financial statements for 2015 the results of tests for impairment of reinsurance assets.**

Legal basis: Law on Offer, Art. 56, Par.1, Cl. 1 – confidential information

Contents of the report:

The Management Board of KOPEX SA with its registered seat in Katowice (the Issuer) informs that during the update of engineering and economical plans of the Issuer and its subsidiaries, as a result of restructuring actions and analysis carried out, as well as events occurring after the date of publication of the consolidated quarterly report for Q4 2015, of which the Issuer informed in the current reports RB 13/2016 dated 26.02.2016, RB14/2016 dated 29.02.2016, RB15/2016 dated 1.03.2016 and RB16/2016 dated 11.03.2016 resulting in reduction of the Issuer's ability to raise financing ongoing operations, the perspective of the development of the Issuer and its Capital Group in the foreseeable future has been changed. It forced the need to update the Issuer's approach to assessing the prospects of its business in the future and therefore the need to verify the results of a test on the company's value loss carried out before the publication of the quarterly report for Q4 2015. In connection with the completion of works related to the updating of test on the company's value loss in accordance with IAS 36, the Management Board of the Issuer decided to write down the goodwill as at 31.12.2015 in the amount higher than originally anticipated in the consolidated extended report for Q4 2015. The results of the updated tests indicate an additional impairment of goodwill in the consolidated financial statement of the Issuer in the amount of approx. PLN 916.2 mill. Moreover, the Issuer informs that after the balance sheet date (31.12.2015) and after the publication date of consolidated extended quarterly report for Q4 2015, which was not subject to examination by the auditor, occurred an economic events beyond the Issuer and its subsidiaries control, which effects are having an impact on the consolidated financial result for 2015 of the Issuer's Capital Group. In connection with above mentioned events, the Management Boards of certain subsidiaries of the Issuer have been forced to make additional write-downs on assets and receivables in the consolidated total amount for the whole Group estimated at approx. 49.8 mill.

The Management Board of the Issuer informs also that in the separate financial statement of KOPEX SA intends to make write-downs on receivables from subsidiaries and write-downs on shares in subsidiary in the total estimated amount approx. 74.5 mill. The write-down does not affect the consolidated financial data of the Issuer. The Management Board of the Issuer stipulates that until the process of examination the financial statement for 2015 by the auditor has been completed, the above presented values are estimates and are subject to change. The final amount of revaluation write-downs will be presented in the KOPEX SA financial statements for 2015, which are scheduled to be published on 29 April 2016.

Legal basis: : Law on Offer, Art. 56, Par.1, Cl. 1 – confidential information