

Current report No. 44/2011

Date prepared: 2011-12-29

Short name of issuer: PAMAPOL S.A.

Subject: Conclusion of term forward exchange contracts by the Issuer's subsidiary

Legal basis: Article 56 par. 1 pt. 2 of the Act on Public Offerings – current and periodic information

Content of report:

The Management Board of PAMAPOL S.A. (Issuer) informs that on 28 December 2011 the Issuer's subsidiary – CENOS Sp. z o.o. with registered office in Września (CENOS) received a confirmation of conclusion of term forward exchange contracts from Bank BZ WBK S.A. (Bank).

As part of the aforementioned transactions, on 28 December 2011 CENOS concluded 13 contracts for a base amount of USD 2,600,000.00 at the average term exchange rate of USD/PLN 3.3922 and execution dates falling in the period from 5 January 2012 to 29 March 2012 and 13 contracts for a base amount of EUR 100,000.00 for the purchase of a total of EUR 1,300,000.00 at the average exchange rate EUR/PLN 4.4279 and execution dates falling in the period from 3 January 2012 to 27 March 2012. The total value of the aforementioned transactions involving the purchase of USD is PLN 8,819,700.00 and transactions involving the purchase of EUR is PLN 5,756,320.00.

The value of all forward exchange contracts concluded by CENOS through the Bank during the period from 7 April 2011, the date on which the Issuer published the current report No. 12/2011 dated 8 April 2011, to 28 December 2011, reached PLN 24,268,455.00, and thus exceeded 10 per cent of the Issuer's equities and fulfilled the criterion of the master agreement. Exchange contracts with the highest value during that period are the contracts described above.

The aforementioned exchange contracts are contracts with a real currency delivery. The term contracts were concluded on market terms that do not deviate from the terms commonly applied to this type of contracts and do not contain provisions concerning contractual penalties.

At the same time the Issuer informs that the exchange contracts concluded by CENOS with the Bank before 28 December 2011 have been reconciled in accordance with the agreed execution dates, whereas the Issuer and other subsidiaries did not conclude forward exchange contracts with the Bank during the period in question.

All exchange contracts referred to above were concluded on the basis of the exchange risk hedging policy adopted by the PAMAPOL Capital Group (Group), in accordance with which the management boards of the Group's companies may conclude forward contracts related to specific import or export contracts up to the value of the given contract.

As a criterion of recognizing the total value of exchange contracts as being significant the Issuer adopted 10 per cent of equities.

Detailed legal basis: Clause 5 par. 1 pt. 3 of the Regulation of the Minister of Finance of 19 February 2009 concerning current and periodic information published by issuers of securities [...].