Warsaw, 15 December 2015

47/2015

Information on conclusion of an agreement under a tender procedure held by Social Security Institution (ZUS)

The Management Board of Sygnity S.A. based in Warsaw (hereinafter referred to as “Sygnity”) hereby announces the conclusion of an agreement on 15 December 2015 (hereinafter referred to as “Agreement”) by an between Sygnity (as the Consortium Leader), Indra Sistemas S.A. based in Madrid, Spain, and Ericpol Sp. z o.o. based in Łódź (hereinafter referred to collectively as “Consortium” or “Contractor”) and the Social Insurance Institution based in Warsaw (hereinafter referred to as “Employer”).

The Agreement provides for the development, execution, delivery and implementation at the Social Insurance Institution Headquarters and its field units of an IT solution in the form of an integrated data warehouse (Data Warehouse System) which will also be a source of data for the actuarial system. The Contractor is obliged to provide the documentation, software and necessary hardware, as well as to transfer to the Employer the copyright to the developed system and grant a license to the extent necessary for the proper operation of the implemented solution. Under the Agreement, the Contractor shall also conduct training of employees of the Employer and provide maintenance services, including repairs, with respect to the developed system until the 48th month following the date of signing the Agreement. The Contractor shall also provide a quality guarantee for the Data Warehouse System and the provided software, hardware and documentation, valid by the expiration date of the Agreement.

The Agreement has been concluded for 48 months from its signing.

The total gross consideration for the Consortium for the implementation of the Agreements shall not exceed PLN 53,263,157.41 (say: fifty three million two hundred sixty-three thousand one hundred fifty-seven zlotys 41/100) (hereinafter referred to as “Consideration”); whereby the gross consideration to be received by Sygnity as a member of the Consortium in accordance with the Consortium agreement shall not exceed PLN 19,114,507.94 (say: nineteen million one hundred fourteen thousand five hundred seven zlotys 94/100). The Management Board of Sygnity also indicates that currently, the members of the Consortium are negotiating changes to the scope of the tasks performed by each member under the Agreement, therefore the Management Board of Sygnity provides for a possible increase in the consideration to be received by Sygnity for the implementation of the Agreement by the Consortium.

The total amount of all liquidated damages which the Consortium may be charged on the grounds specified in the Agreement shall be limited to 50% of the Consideration, whereby the limitation of liability shall not apply to compensation for damages: (i) caused deliberately, (ii) due to the disclosure of confidential information, including personal data, (iii) caused to a person and movable or immovable goods, or (iv) resulting from legal defects of the products supplied by the Contractor. The liability to be borne by the Consortium members with respect to the payment of the aforementioned liquidated damages shall be joint and several.

The Employer has also reserved the right to claim damages on a general basis in excess of the amount of the stipulated liquidated damages. The liability to be borne by the Consortium members with respect to the payment of the aforementioned damages shall be joint and several.

The Consortium has granted the Employer a performance bond in the form of a bank guarantee and an insurance guarantee, in the amount of PLN 5,326,315.74 (say: five million three hundred twenty-six thousand three hundred fifteen zlotys 74/100), i.e. 10% of the Consideration. Sygnity, as a member of
the Consortium, has paid the amount of PLN 3,013,449.40 (say: three million thirteen thousand four hundred forty-nine zlotys 40/100) as part of the collateral deposit referred to above.

**Legal basis:**