

Current Report **No. 10/2016**

Report Date:

21 March 2016

Abbreviated name of the issuer:

DOM DEVELOPMENT S.A.

Subject:

Recommendation of the Management Board regarding the payment of dividend – insider information update

Legal basis:

Article 56.5 of the Public Offering Act – insider information update

The Report:

Pursuant to Article 56.5 of the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies dated 29 July 2005 (Journal of Laws 2013, item 1382, as amended) and §38.1.11 of the Regulation of the Minister of Finance dated 19 February 2009 regarding current and interim reports published by issuers of securities and the terms of finding as equivalent the information required under the laws of non-member states (Journal of Laws 2014, item 133), the Management Board of Dom Development S.A. with its registered seat in Warsaw (the “Company”), informs of a material change of the insider information published in the current report no. 4/2016 dated 29 February 2016 “Recommendation of the Management Board regarding the payment of dividend”.

Due to adoption by the Management Board of the resolution regarding the increase of the share capital through the issuance of 10,320 series U shares and 1,000 series V shares within the scope of the authorised capital, on 21 March 2016 of which the Company has noticed in the current report no. 8/2016 dated 21 March 2016, the Management Board has adopted the resolution no. 03/03/16 concerning the change of the Management Board motion concerning the distribution of the Company’s net profit for 2015. The change concerns the total amount of the Company’s net profit for 2015 recommended by the Management Board to be paid in the form of a dividend and the change of the Company’s net profit recommended by the Management Board to be allotted for the Company’s spare capital increase. As a result of the abovementioned, the recommended dividend per share remains unchanged and stays at the level of **PLN 3.25**.

Based on the above resolution the Company’s Management Board proposed that part of the Company’s net profit for 2015 amounting to PLN **80,543,424.00** (eighty million, five hundred and forty-three thousand, four hundred and twenty-four zlotys), i.e. PLN **3.25** (three zlotys and twenty-five groszy) per share, be distributed among the Company shareholders as dividend, and the remaining part of the Company’s net profit for 2015 amounting to PLN **103,942.31** (one hundred and three thousand, nine hundred and forty-two zlotys and thirty-one groszy) be designated for the purposes of increasing the Company’s capital reserves.

Accordingly to the recommendation published in the current report no. 4/2016 on 29 February 2016, the Management Board of the Company proposed that **22 June 2016** be set as the dividend date and **6 July 2016** as the dividend payment date.

Signatures of persons representing the Company:

Janusz Zalewski – Vice President of the Management Board

Małgorzata Kolarska – Vice President of the Management Board