

Current Report No. 10/2014

Report date:

28 February 2014

Abbreviated name of the issuer:

DOM DEVELOPMENT S.A.

Subject:

Completion of subscription for the series S shares

Legal basis:

Article 56.1.2 of the Public Offering Act – Current and Interim Reports

The report:

The Management Board of Dom Development S.A. with its registered seat in Warsaw (the „Company”), acting pursuant to § 33.1 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 by the laws of non-member states (Journal of Laws 2009, No. 33, item 259, as amended), informs that:

- 1) The period for delivery of the representations of acceptance of subscription for the series S shares, issued pursuant to the resolution of the Company’s Management Board No. 03/01/14 dated 21 January 2014 regarding the increase of the share capital through the issuance of the series S shares within the scope of authorised capital and the full and complete waiver of the pre-emptive rights of the existing shareholders (Current Report No. 3/2014 dated 21 January 2014), commenced on 21 January 2014. The period for filing the representation on acceptance of the series S shares ended on 21 February 2014.
- 2) and 3) The 17,075 series S shares were issued by way of private placement subject to waiver of the pre-emptive rights of the existing shareholders. On 25 February 2014, the Company’s Management Board adopted a resolution regarding the allotment of 17,075 series S shares to the designated addressees.
- 4) Reduction rate – none. The issue was conducted by way of private placement subject to waiver of the pre-emptive rights of the existing shareholders.
- 5) Subscriptions were made for 17,075 ordinary series S bearer shares.
- 6) In consequence of the subscription 17,075 ordinary series S bearer shares were allotted.
- 7) The issue price for the series S shares amounted to PLN 14.91 per share.
- 8) For the purposes of subscriptions agreements were executed with 6 natural persons.
- 9) The series S shares were allotted to 6 natural persons.

- 10) The Company has not executed any underwriting agreement regarding the issuance of the series S shares.
- 11) The value of the series S shares amounted to PLN 254,588.25.
- 12) The Company has not incurred any costs for the preparation and conduct of the offering, the underwriter's fee, the drafting of the prospectus, and the promotion of the offering. The Company has incurred the costs of notarial fees in the total net amount of PLN 702.00 and the tax on civil law transactions (PCC) of PLN 80.00, i.e. a total of PLN 782.00. Those costs were registered by the Company as the cost of notarial fees.
- 13) The average cost of subscription per one series S shares subject to subscription amounted to PLN 0.05.