

Current Report No. **17/2014**

Report Date: **8 April 2014**

Abbreviated name of the issuer:

DOM DEVELOPMENT S.A.

Subject:

Recommendation of the Supervisory Board regarding dividend payment

Legal basis:

Article 56.1.1 of the Public Offering Act – confidential information

The Report:

Pursuant to Article 56.2 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 2009, No. 185, item 1439, 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 and conditions of finding as equivalent the information required under laws of a non-member state (Journal of Laws 2009, No. 33, item 259, as amended), the Management Board of Dom Development S.A. with its registered seat in Warsaw (the “**Company**”) informs that, on 8 April 2014, the Supervisory Board of the Company adopted a resolution No. 07/04/14 regarding the assessment of the request of the Management Board for the distribution of the Company’s net profit for 2013 and distribution of some of the spare capital (*kapitał zapasowy*) for payment of the dividend of which the Company advised in the current report No. 9/2014 of 27 November 2014 and the current report No. 15/2014 of 3 April 2014.

Pursuant to the above resolution, the Supervisory Board of the Company issues a positive opinion on and supports the motion of the Management Board that a total of **PLN 54,494,598.40** (fifty-four million, four hundred and ninety-four thousand, five hundred and ninety-eight and 40/100) be allotted for payment of dividend to the shareholders of Dom Development S.A., including:

- the net profit generated by Dom Development S.A. in the year ended 31 December 2013 of PLN 54,352,343.33 (fifty-four million, three hundred and fifty-two thousand, three hundred and forty-three and 33/100); and
- a part of the spare capital (*kapitał zapasowy*) retained from profit generated in the previous years of PLN 142,255.07 (one hundred and forty-two thousand, two hundred and fifty-five and 07/100),

i.e. **PLN 2.20** (two zlotys and twenty groszy) per share, while 12 June 2014 was determined as the dividend date and 27 June 2014 as the dividend payment date.

The Supervisory Board recommends to the Company’s General Meeting of Shareholders to accept the above motion and to adopt a resolution regarding the distribution of the Company’s net profit for 2013, allotment of a part of the spare capital for dividend payment and determination of the dividend date and the dividend payment date in the wording proposed by the Company’s Management Board.