

Report type: Current

Number: 37/2015

Date of preparation: 01.12.2015

Company: Solar Company S.A.

Title: The value of purchases of Solar Company S.A. from "Grutex" APH Jolanta Gruszka has exceeded the threshold of 10% of the equity of Solar Company S.A.

Report content:

The Management Board of Solar Company S.A. (The Company, the Issuer) announces that on December 1, 2015 the value of purchase of womenswear and accessories of the Solar brand in the period from August 20, 2015 (on August 19, 2015, the Company submitted Current Report No. 23/2015 on exceeding the threshold of 10% of the equity of Solar Company S.A. by the value of purchases of Solar Company S.A. from "Grutex" APH Jolanta Gruszka) to December 1, 2015 under a cooperation contract dated July 28, 2009 with "Grutex" APH Jolanta Gruszka, based in Poznan (Supplier), exceeded the next threshold of 10% of the equity of the Issuer and amounted to PLN 16 469 893,60 (sixteen million four hundred sixty-nine thousand eight hundred ninety-three zlotys and 60/100).

In the above-mentioned period, the largest purchase was made on September 28, 2015 and its value was PLN 2 229 262,15 (two million two hundred twenty-nine thousand two hundred sixty-two zlotys and 15/100).

Pursuant to the provisions of the cooperation contract, the Company places orders with the Supplier for the supply of women's clothing and accessories of the Solar brand manufactured using materials approved by the Company, based on the technical documentation submitted by the Company, including, in particular, clothing designs. The Supplier undertook to supply finished products ordered by the Company manufactured using materials approved by the Company based on the orders and technical documentation, including, in particular, clothing designs received from the Company.

The particulars relating to the performance of each order, including the volume and the deadline for its performance by the Supplier, are each time communicated by the Company in the form of an order.

The contract provides for the following contractual penalties to which the Company is entitled:

- 5% of the value of a given order for each day of delay in the event of culpable failure to meet the deadline for the performance of the order by the Supplier;
- In the amount of PLN 500,000 (five hundred thousand zlotys) for each infringement by the Supplier, its employees or other persons through the agency of whom its contractual obligations are performed - of the confidentiality of any technical, technological, economical and financial, commercial and organisational information relating to the Company, received by the Supplier in the course of cooperation, irrespective of the form in which the information was communicated.

In addition to the stipulated penalties, the Company has the right to demand compensation from the Supplier in line with general principles.

Also, the Supplier agreed not to perform any actions or provide any services of similar nature to other entities during the term of the contract.

S O L A R

The criterion for recognising the total value of purchases as significant adopted by the Company is 10% of the equity of the Issuer.

The Management Board of Solar Company S.A. announces that ultimately revenues may be slightly reduced as customarily off-season collections are returned.

Legal basis:

Article 56(1)(2) of the Public Offering Act – current and periodic information

§ 5(1) sub-paragraph 3 of the Regulation of the Minister of Finance of 19 February 2009 on current and interim information provided by issuers of securities and on conditions under which information required by regulations adopted by countries other than Member States is considered equivalent

Company's representatives:

Aleksandra Danel – Vicepresident of the Management Board