

**RECOMMENDATION OF THE MANAGEMENT BOARD  
OF ULMA CONSTRUCCION POLSKA S.A.  
ON DISTRIBUTION OF PROFIT FOR THE FINANCIAL YEAR OF 2016  
AND A PORTION OF RETAINED PROFIT**

**Current Report No. 2/2017**

The Management Board of ULMA Construcción Polska S.A. ("**Company**") informs that on 16 March 2017 it approved resolution No. 3/2017 on profit distribution for the financial year of 2016 and a portion of retained profit, and will submit an appropriate proposal to the General Meeting.

The Company's Management Board proposed to allocate the net profit for the financial year of 2016 of PLN 10,711,612.37 (in words: PLN ten million seven hundred eleven thousand six hundred twelve and 37/100) a portion of the retained profit of PLN 17,668,800.43 (in words: PLN seventeen million six hundred sixty eight thousand eight hundred and 43/100), totalling PLN 28,380,412.80 (in words: PLN twenty eight million three hundred eighty thousand four hundred twelve and 80/100) to distribute to the shareholders as dividend in the amount of PLN 5.40 (in words: PLN five and 40/100) gross per share.

The Company's Management Board proposed 5 May 2017 as the ex-dividend date and 18 May 2017 as the dividend distribution date.

In the recent year, the Company has not been using a part of its own funds to finance the current and basic activity of the Capital Group of ULMA Construcción Polska SA. In the opinion of the Management Board, the amount of the proposed dividend is a compromise between the current interests of the Shareholders and the actual needs of the issuer to finance its own activities.

Additionally, the Company's Management Board informs that it has submitted its proposal to the Company's Supervisory Board for review and approval.

The final decision on profit distribution for the financial year of 2016 will be taken by the General Meeting of Ulma Construcción Polska S.A.

**Legal basis:** *Art. 17.1 of Regulation No. 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/82/EC (OJ EU L No. 173)*

**Date:** 16-03-2017

**Signatures:** Rodolfo Muñiz – President of the Management Board

Andrzej Sterczyński – Member of the Management Board