

PRELIMINARY REVENUE ESTIMATES AND AN UPDATE OF THE INFORMATION OF THE IMPACT OF THE COVID-19 EPIDEMIC ON THE ISSUER AND ULMA CONSTRUCCION POLSKA S.A. CAPITAL GROUP

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The Management Board of Ulma Construcción Polska S.A. (the Issuer) publishes preliminary estimates of the revenues of Ulma Construcción Polska S.A. Capital Group (the Capital Group) and the Issuer for the first quarter of 2020 [the data for the corresponding period of 2019 is presented in brackets].

Consolidated revenue of the Capital Group by segments

Construction site services	PLN 37,512 [PLN 41,391] decrease -9.4%
Sales of building materials	PLN 11,025 [PLN 10,176] increase +8.3%
Total revenues	PLN 48,537 [PLN 51,567] decrease -5.9%

Individual revenue of the Issuer by segments

Construction site services	PLN 30,274 [PLN 35,144] decrease -13.9%
Sales of building materials	PLN 8,048 [PLN 9,329] decrease -13.7%
Total revenues	PLN 38,322 [PLN 44,473] decrease -13.8%

The first quarter of 2020 was a difficult time for the operations of the Capital Group both in Poland and on export markets due to the ongoing COVID-19 pandemic. In the view of economic crisis caused by this pandemic, the Capital Group was not able to maintain the positive sales trends from 2019. There was a particularly significant decrease in the revenues of the "construction site services" segment (decrease of -9.4%), which is the main driver of the Capital Group's economic activity.

It is worth noting that the effects of the pandemic will be fully visible only in subsequent reporting periods, as a result of which the Issuer's Management Board expects a further economic downturn in individual countries in which the Capital Group operates and, consequently, a decrease of its consolidated revenues. It should be indicated that at the current stage of the development of the pandemic, the Issuer's Management Board is not able to precisely estimate the effects of its negative impact on the construction market. However, in a possible pessimistic scenario, the Management Board estimates that the Capital Group's total consolidated revenue in the second quarter of 2020 may still have negative dynamics, which would result in a situation where the Group's total consolidated revenue for the first half of 2020 would be 20% lower than in the same period of the previous year.

At the same time, the Issuer's Management Board informs that it will take all possible actions to adjust the cost levels to the lower revenues, while attempting to maintain jobs for its employees and contractors. These include, in particular, the possibility of using assistance funds under Article 15g of the Act of 31 March 2020 amending the Act on special arrangements for the prevention, counteraction and combating COVID-19, other infectious diseases and crisis situations caused by them, and certain other acts, which will be communicated by the Management Board in subsequent current informations.

The legal basis: Article 17 (1) of the Regulation (EU) No 596/2014 of the European Parliament and 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 L 173)

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Signatures: Rodolfo Carlos Muñiz Urdampilleta – CEO