

On-going report no 3/2018

Subject:

Issue of Bonds

Legal basis:

Art. 56.1.2 Act on public offer

Publication date:

25 January 2018

Content of the report:

Pursuant to Article 5, paragraph 1, point 11 of the Regulation of the Minister of Finance of 19 February 2009 on current and periodic information provided by issuers of securities and on conditions under which information required by legal regulations of a third country may be recognized as equivalent, Bank Gospodarstwa Krajowego hereby informs that today, i.e. on 25 January 2018 it issued 500.000 Series BGK0121S016A bonds (each having a par value of PLN 1.000)

Purpose of the issue:

Not specified.

Specification of the issued bonds:

Unsecured bearer bonds with book-entry form, registered at Krajowy Depozyt Papierów Wartościowych S.A. under code ISIN PL0000500237.

Size of issue:

PLN 500.000.000

Par value and issue price:

PLN 1.000

Terms of redemption and payment of interest: The redemption of the bonds by the Issuer shall be effected through a payment of the amount equal to par value of the Bonds at the maturity date, i.e. on 25 January 2021. The Issuer shall make payments in arrears, on each interest payment date, of interest on the par value of the Bonds at a rate in accordance with the conditions for issuance of the Series BGK0121S016A Bonds.

Interest payments dates are:

25 July 2018, 25 January 2019, 25 July 2019, 25 January 2020, 25 July 2020, 25 January 2021.

If the due date for any payment is not a working day, then the payment shall be made on the first working day following the non-working day.

All payments shall be effected through KDPW S.A.

The amount and form of the security and the name of an entity providing the security:

Unsecured Bonds.

The value of the outstanding liabilities on the last day of the quarter preceding the disclosure of the bond offer and the outlook of the Issuer's liabilities until the complete redemption of the offered bonds: The value of the Issuer's outstanding liabilities as of 31 December 2017 amounts to PLN 51,3 bln.

The outlook of the Issuer's liabilities until the complete redemption of bonds is PLN 83,0 bln

Information enabling potential buyers of bonds to understand the results of the project to be financed with the bond issue and the Issuer's ability to meet the obligations arising from the bonds, if the project has been defined:

Not applicable.

Rules for converting the value of benefits in kind into cash benefits:

Not applicable.