



## Assessment of impact of political situation on the Company's operations

**Current report no. 6/2014**  
**Dated April 25, 2014**

The Board of Directors of Coal Energy S.A. (the "Company") hereby informs that the Company thoroughly observes the political situation in Ukraine and assures its current and potential shareholders that as for the date of the current report the Company's production assets operate as usual.

Simultaneously the Management Boards points out that the Company operates in an industry sector where demand is dependent on the overall macroeconomic conditions. Demand for energy is under the influence of a number of uncertainties since the beginning of 2014 calendar year: receipt of the International Monetary Fund tranches and Ukrainian currency (UAH) devaluation, establishing new cooperation and industrial connections between the enterprises, direction and priority of the political reforms.

Also considering the above described factors the Company is preliminary expecting decrease of thermal coal sales appr. by 47% q-o-q and of coking coal by appr. 62% q-o-q in the 3Q FY2014. Revenue from coal sales is expected to decline by appr. 51% q-o-q in the 3Q FY2014.

Significant devaluation of the UAH during the last months and denomination of the most of the loan portfolio in the US\$ give rise to the negative currency exchange rate differences adversely affecting the 9 months FY2014 financial result.

Management of the Company applies all the efforts for timely and complete fulfillment of its obligations before the third parties and for optimizing the expenditures within its assets, as well as timely prolongation and servicing of the existing bank loans.

In case of any specific events that could have material impact on the Company's situation the Company will duly disclose such information to the public.

Signatures of individuals authorized to represent the Company:  
Elena Belousova

Legal grounds: Art. 56 of the Polish Act of 29 July 2005 on the public offering, conditions governing the introduction of financial instruments to organized trading system and on public companies, and the Luxembourg Act of 11 January 2008 on transparency obligations of securities issuers, as amended.