

Issue of Bonds. Fulfillment of Condition Relating to Significant Conditional Agreement Executed by the Issuer

Current report no. 16/2010 dated 13 May 2010

The Management Board of Multimedia Polska S.A. ("the Company" or "the Issuer") hereby reports that on May 13th 2010 the Company issued – in accordance with Art 9 of the Bonds Act – unsecured, non-subordinated, dematerialised PLN bonds in one series, with a total par value of PLN 400,000,000 (four hundred million zloty), whose holders will be entitled to receive cash benefits only ("the Bonds"). The Bonds, issued to partially refinance the Company's outstanding debt, pay for its share buyback programme and finance its investment and acquisition activities, are subject to the following terms:

Par Value per Bond:	PLN 500,000 (<i>five hundred thousand zloty</i>)
Issue Price:	PLN 100.00 per PLN 100.00 of Par Value
Interest Rate:	Base Rate plus Margin, i.e. 6M WIBOR (determined in accordance with the Terms of the Bonds) plus Margin
Redemption Amount:	The Bonds shall be redeemed on the Redemption Date at amounts equal to their Par Value, taking into account any Instalment Amounts paid earlier.
Issue Date:	May 13th 2010
Redemption Date:	November 30th 2015
Redemption Terms:	The Bonds shall be redeemed by way of cash payments made on the Redemption Date, at amounts equal to the Par Value of the Bonds plus interest due.

Benefits under the Bonds shall be paid to the Bondholders registered on the date when rights to benefits under the Bonds are established.

The value of liabilities as at the last day of the quarter preceding the offer of the Bonds:

- i) total separate liabilities: PLN 550,154,145.75, including finance liabilities of PLN 503,929,399.74;
- ii) total consolidated liabilities: PLN 505,418,240.34, including finance liabilities of PLN 457,703,496.43.

The projected value of the Issuer's liabilities until full repayment of the offered Bonds will not change materially.

Following the issue of the Bonds, the Company's non-current debt will increase by approx. PLN 300m, following a PLN 100m refinancing of the existing bank facility and assumption of new liabilities towards the Bondholders of PLN 400m. The Company's current debt will increase to include interest on the credit facility and the Bonds that will become due and payable within 12 months of the balance-sheet date.

The proceeds from the Bonds programme will be used primarily to finance a share buyback programme. Execution of the planned share buyback will not affect the Issuer's ability to meet its liabilities under the Bonds.

Moreover, with reference to Current Report No. 13/2010 of May 7th 2010, the Management Board of Multimedia Polska S.A. reports that on May 13th 2010 the condition subsequent relating to the PLN 300m credit facility agreement of May 6th 2010, concluded between Bank Polska Kasa Opieki S.A. as the lender and Multimedia Polska S.A. as the borrower for the purpose of refinancing the Company's existing debt, was not fulfilled.

The credit facility agreement with Bank Polska Kasa Opieki S.A. was concluded with the condition subsequent that the Company would carry out the issue of the Bonds by May 18th 2010 and that a designated bank account would be credited with the proceeds from the issue.

Legal basis:

Par. 5.1.11 of the Regulation of the Minister of Finance on current and periodic information to be published by issuers of securities.