

Wysogotowo, 27th March 2006

To:

The Public Office of the Polish Securities and Exchange Commission – report submitted using the ESPI system

Current report: 28/2006

Re: PBG S.A. to grant a guarantee to Hydrobudowa Śląsk S.A.

The Board of Directors of PBG S.A. hereby informs to have been informed on 27th March 2006 about the conclusion of guarantee agreement with BZ WBK S.A.. PBG S.A. is the Guarantor under the agreement.

The object of the agreement is granting a guarantee of up to PLN 20,000,000 to the subsidiary Hydrobudowa Śląsk S.A. by PBG S.A. The guarantee was granted until 30th April 2009 and arises from obligations incurred by Hydrobudowa Śląsk S.A. to the Bank regarding the revolving credit for up to PLN 10,000,000.

PBG S.A. will not receive remuneration for the guarantee.

Legal basis:

Article 5 item 1 point 7) of the Regulation of 19th October 2005 on current and interim information provided by issuers of securities

Signature of the authorised person:

Magdalena Eckert-Boruta