



Decision of the Management Board of PGNiG SA on Withdrawal of Request to Approve Disposal of IZOSTAL SA Shares, Submitted to the General Shareholders Meeting of PGNiG SA to be Held on July 28th 2010

The Management Board of Polskie Górnictwo Naftowe i Gazownictwo SA (“PGNiG”) hereby reports that at its meeting held on July 20th 2010 it adopted a resolution to suspend the disposal of shares in IZOSTAL SA.

In consequence, the PGNiG Management Board decided to withdraw the request to approve the disposal of shares in IZOSTAL SA (“IZOSTAL”) in the manner and on the terms and conditions specified in Art. 418¹ of the Polish Commercial Companies Code, submitted for consideration by the PGNiG’s General Shareholders Meeting to be held on July 28th 2010.

Adoption of the resolution on approval of the disposal of IZOSTAL shares in the manner and on the terms and conditions specified in Art. 418¹ of the Polish Commercial Companies Code is included as item 6 in the agenda of the PGNiG’s General Shareholders Meeting to be held on July 28th 2010 (see Current Report No. 40/2010 of July 8th 2010).

Grounds:

Considering the declarations of the majority shareholder of IZOSTAL concerning the floatation of IZOSTAL shares on the Warsaw Stock Exchange scheduled for autumn 2010, PGNiG hopes to sell the IZOSTAL shares through the stock exchange at a market price.