

Subject: Update of growth strategy

Current Report No. 15/2014 of April 29th 2014

Legal basis: Art. 56.1.1 of the Public Offering Act – inside information

Text of the report:

Further to Current Report No. 28/2012 of October 23rd 2012, the Management Board of SECO/WARWICK S.A. publishes an update of the Group's growth strategy.

Having performed a periodic review of the Group's strategic objectives, the Management Board decided to revise the strategic objective relating to expected sales.

According to the Management Board's projections included in the updated growth strategy, the period in which the Group's consolidated sales are expected to reach ca. PLN 1bn has been extended until 2019, assuming the CAGR of 13% in 2013-2019. Initially, the Management Board assumed that the PLN 1bn target would be reached in 2016.

The main reasons behind extending the period for meeting the PLN 1bn sales target include:

- The fact that some macroeconomic assumptions used in the preparation of the Group's strategy in 2012, relating to the expected marked improvement in GDP growth rate on emerging markets, particularly in China and India, have not materialised;
- The need to carry out more profound restructuring of several of the Group's key companies, including companies in India, the US, China, and Brazil.

For the remaining part, the key objectives of the Group's growth strategy until 2016, published in Current Report No. 28/2012 of October 23rd 2012, remain valid. The Company will pursue the adopted strategy in its entirety, subject to the changed assumptions regarding its expected revenue growth.

As indicated in Current Report No. 28/2012 of October 23rd 2012, the strategic objectives were the goal which the Management Board of SECO/WARWICK intended to pursue in connection with the implementation and delivery of its strategy. Therefore, the information included herein does not constitute a financial forecast or a revision of a financial forecast within the meaning of Par. 5.1.25 of the Minister of Finance's Regulation on current and periodic information to be published by issuers of securities and conditions for recognition as equivalent of information whose disclosure is required under the laws of a non-member state, dated February 19th 2009 (Dz.U. No. 33, item 259, as amended).

Legal basis:

Art. 56.1.1 of the Act on Public Offering, Conditions Governing the Introduction of Financial Instruments to Organised Trading, and Public Companies of July 29th 2005 (Dz.U. No. 184, item 1539)