

Subject: Forward contracts – significant agreement

Current Report No. 18/2014 of May 8th 2014

Legal basis: Art. 56.1.2 of the Public Offering Act – Current and periodic information

Text of the report:

The Management Board of SECO/WARWICK S.A. (the Company) reports that between February 21st 2014 and May 8th 2013 nineteen forward contracts to sell a total of EUR 3,694,000 (PLN 15,243,466), four forward contracts to sell a total of USD 1,242,000 (PLN 3,768,385), two forward contracts to sell a total of CZK 12,425,784 (PLN 1,914,813), and one forward contract to sell a total of RUB 5,000,000 (PLN 421,000) were entered into by the Company's subsidiary SECO/WARWICK EUROPE Sp. z o.o. with mBank S.A. of Warsaw. The value of the forward contracts totals PLN 21,347,664.

The forward contract to sell a total of EUR 500,000 (PLN 2,089,400), concluded between the Company's subsidiary SECO/WARWICK EUROPE Sp. z o.o. and mBank S.A. of Warsaw on March 6th 2014, was the contract with the highest value.

The forward contracts do not provide for any contractual penalties and their terms and conditions do not differ from the terms and conditions commonly applied in contracts of such type.

The open forward contracts (EUR/PLN, USD/PLN, CZK/PLN, and RUB/PLN sale) are intended to hedge the Company's EUR/PLN, USD/PLN, CZK/PLN, and RUB/PLN export cash flows by ensuring that the exchange rates remain at the levels specified in the budget.

The transactions are considered significant as their value exceeds 10% of the Company's equity.

Legal basis:

Par. 5.1.3 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. of 2009 No. 33, item 259)