

Subject: Receipt of compensation by SECO/WARWICK S.A. – closure of compensation payment process
Current Report No. 11/2017 of May 17th 2017

Legal basis: Art. 17(1) of MAR – Inside information

Text of the report:

Further to Current Report No. 32/2016 of November 19th 2016 and Current Report No. 3/2017 of February 14th 2017, the Management Board of SECO/WARWICK S.A. (the „Company”) announces that today it has been notified that Aviva Towarzystwo Ubezpieczeń Ogólnych S.A. of Warsaw („Aviva”) signed a settlement regarding compensation for losses caused by an event that occurred on the premises of the Company’s subsidiary SECO/WARWICK Europe Sp. z o.o. of Świebodzin, causing damage to, among other things, a part of a production building and current assets (the „Settlement”).

In Current Report No. 3/2017 of February 14th 2017 the Company announced that it had received PLN 12,157,646.03, paid by transfer to the Company’s bank account, as compensation for a part of the damage.

In the Settlement the parties agreed that Aviva would pay the Company an additional compensation of PLN 4,025,000.00 within seven days from the Settlement date. Therefore, the parties deemed the claim to have been fully settled for PLN 16,182,646.03.

Since the event described in Current Report No. 32/2016 of November 19th 2016 caused a loss of assets, the receipt of the compensation totalling PLN 16,182,646.03 is material to the financial performance of the Company and its Group in 2017.