

Establishing new and changing the existing securities for the multi-facility credit limit agreement

The Management Board of Selena FM S.A. hereby announces that on 22 August 2016, Selena FM S.A. with its subsidiaries Carina Silicones Sp. z o.o., Selena Labs Sp. z o.o., Tytan EOS Sp. z o.o., Orion PU Sp. z o.o., Libra sp. z o.o. and Selena S.A. started the process of formal establishment of new and modification of existing securities in connection with an amendment to the multi-facility credit limit with ING Bank Śląski of 22 February 2011.

The process includes:

1. Reflecting the existing nature of the debt in the entries of mortgages created over the properties in Siechnice, owned by the subsidiaries Carina Silicones Sp. z o.o. and Selena Labs Sp. z o.o. and the properties in Krzeszowice and Lubin owned by Tytan EOS Sp. z o.o.
2. Reflecting the existing nature of the debt in the entries of registered pledges over properties owned by Carina Silicones Sp. z o.o. and Tytan EOS Sp. z o.o.
3. Establishing a civil-law guarantee by Tytan EOS Sp. z o.o.
4. Establishing a civil-law guarantee by Libra Sp. z o.o.
5. Establishing a registered pledge up to PLN 111 million over properties owned by Orion PU Sp. z o.o. The pledge is to be established over inventories with a total value of PLN 24,350 thousand as at 30 April 2016.
6. Establishing a registered pledge over movables up to PLN 111 million owned by Libra Sp. z o.o. The pledge is to be established over inventories with a total value of PLN 13,680 thousand as at 30 April 2016.
7. Establishing a pledge up to PLN 111 million over movables owned by Selena FM S.A. The pledge is to be established over inventories with a total value of PLN 23,075 thousand as at 30 April 2016.

At the same time, Carina Silicones Sp. z o.o., Selena Labs Sp. z o.o., Tytan EOS Sp. z o.o., Orion PU Sp. z o.o., Libra sp. z o.o. and Selena S.A. will sign assignment agreements with the bank to transfer to the bank, as security, their respective rights, receivables and claims arising from the insurance policies for the said mortgaged/pledged assets. The assignment agreements will cover both existing and any future insurance policies for the companies' assets subjected to the mortgage or pledge, as the case may be.