

Establishment of collateral to the loan agreement

With reference to Current Report No. 14/2015, the Management Board of SELENA FM S.A. (the Issuer) advises that on 03.11.2015 agreements were signed with the European Bank for Reconstruction and Development (the Bank) whereby collateral was established for the loan of EUR 10m (PLN 42.495m at the NBP average rate of 03.11.2015, 1 EUR = 4.2495):

- 1) Agreement establishing a registered pledge of the assets of Orion PU Sp. z o.o. (formerly Orion Polyurethanes Sp. z o.o. S.K.A.) (Orion) – the Issuer's subsidiary. The agreement was signed between the Bank and Orion.

The pledge covers machines and equipment used by Orion for the purpose of the production process, with a total book value of PLN 4 349.9k (as at 30.09.2015).

At the same time, Orion entered into an agreement assigning to the Bank its rights, receivables and claims relating to the insurance of the pledged assets. The assignment relates to the current insurance policy of Orion's assets as well as each future insurance policy for the assets covered by the pledge during the term of the loan agreement, which announced by the Issuer in its Current Report No. 14/2015.

- 2) Agreement establishing a registered pledge on the assets of Przedsiębiorstwo Materiałów Izolacyjnych Izolacja- Matizol S.A. (Izolacja Matizol) – the Issuer's subsidiary. The pledge covers machines and equipment used by Izolacja Matizol for the purpose of the production process, with a total book value of PLN 9 953k (as at 30.09.2015). The agreement was signed between the Bank and Izolacja Matizol.
- 3) A notarial deed establishing the legal mortgage up to EUR 15m (PLN 63.742m at the average NBP rate of 3 November 2015, 1 EUR = 4,2495 PLN) on the land held in perpetual usufruct and in freehold, including the buildings and equipment situated on that land, owned by Izolacja-Matizol S.A. (Izolacja-Matizol), located in Chełmża (Toruń district) and in Gorlice (Gorlice district). The mortgage was established by Izolacja- Matizol.

At the same time, Izolacja Matizol entered into an agreement assigning to the Bank its rights, receivables and claims relating to the insurance of the pledged assets referred to in point 2 above, and covered by the mortgage referred to in point 3 above. The assignment relates to the current insurance policy of Izolacja Matizol's assets as well as each future insurance policy for the assets covered by the pledge and the mortgage during the term of the loan agreement, which announced by the Issuer in its Current Report No. 14/2015.

- 4) Agreement on registered and financial pledges on the shares of Przedsiębiorstwo Materiałów Izolacyjnych Izolacja-Matizol S.A. (Izolacja Matizol) of Gorlice. The pledge covers 538,980 shares with a nominal value of 1,956,497.40k, representing 100% of the company's share capital. The Issuer's share of the registered capital of Izolacja Matizol is 100%, and the number of the votes held at the General Meeting is 538,980. The agreement was signed between the Bank and the Issuer.

There are no connections between the Issuer, its Subsidiaries (Orion PU Sp. z o.o., Przedsiębiorstwo Materiałów Izolacyjnych "Izolacja- Matizol" S.A.) and executive or non-executive directors of the Issuer and the Subsidiaries and Bank and its executive or non-executive directors.

The agreements are deemed as significant as the value of the assets covered by the collateral agreements exceeded 10% of the Issuer's equity on the day of signing the agreements.