

POLISH FINANCIAL SUPERVISION AUTHORITY**Current Report No.****51****/****2018**

Date:

September 26th
2018

Abbreviated issuer name:

FAMUR S.A.

Subject:

Delayed disclosure of inside information on Approval of FAMUR Strategy 2019–2023 and FAMUR's dividend policy provided for therein

Legal basis:

Art. 17.1 of MAR – Inside information

Text of the report:

Acting under Article 17(1) and 17(4) of the MAR Regulation, FAMUR S.A. (the "Company", "FAMUR") reports the following inside information concerning approval by the Management Board, on September 21st 2018, of FAMUR Strategy 2019–2023 and FAMUR's dividend policy provided for therein. The disclosure of inside information was delayed on September 21st 2018.

Delayed inside information:

"FAMUR S.A. announces that on September 21st 2018 the Management Board approved FAMUR Strategy 2019–2023 and FAMUR's dividend policy provided for included therein (the "Strategy").

The Strategy presents the assumptions, objectives and new directions of development of the Company's Group (the "FAMUR Group"), based on the business potential and values which guide the Company in its operations.

By pursuing the Strategy, the FAMUR Group intends to become the preferred global supplier of comprehensive and innovative solutions for the mining and material handling industries. The Company's mission is to become a team of people who share a passion for supporting customers in achieving their goals by delivering effective solutions, with due regard for the highest environmental standards.

The approved document provides for development of the FAMUR Group through the implementation of measures aimed at achieving the following four strategic objectives:

- to maintain the leading position on the Polish market,
- to generate over 50% of revenue from foreign markets,
- to increase the share of revenue from recurring sources to more than 25% of total revenue,
- to diversify the Group's business by entering the hard rock mining segment.

The strategy delivery process will be supported by transformative efforts in the following three key areas:

- operational excellence, through optimisation of structures and processes and the highest operational efficiency;
- smart technology, through smart solutions ensuring efficiency, safety and reliability; and

- expanding the scale of business, through organic growth, strategic partnerships or M&A transactions.

The Management Board estimates that the delivery of the objectives will enable the Group to generate revenue of PLN 2.5bn–2.7bn in 2023 (excluding revenue of Przedsiębiorstwo Budowy Szybów S.A.), with profitability close to the current level. Until 2023, consolidated net debt (net debt to EBITDA) is expected to stay below 2.0x.

As part of the Strategy, the Company has adopted a dividend policy which assumes recommending a payout ratio from 50% to 100%. Over the five years covered by the Strategy the Management Board expects to recommend the payout of 75% of net profit on average. A departure from the dividend policy may be allowed where a material acquisition is pursued or in the case of a material change in market conditions or the Company's standing, to ensure that FAMUR's debt is maintained at a safe level."

In the opinion of the Company's Management Board the delayed disclosure of inside information meets the conditions set out in MAR and the MAR Guidelines published by ESMA under Art. 17.11 of MAR.

In accordance with the Company's Articles of Association, on September 21st 2018, the Management Board submitted the Strategy to the Supervisory Board for approval. On September 26th 2018, the Company has been notified that the Supervisory Board approved the Strategy in late evening hours on September 25th 2018. Accordingly, the Management Board has decided to disclose the inside information to the public.

In the Company's opinion, the delay was justified as disclosure of the inside information on September 21st 2018 could adversely affect the correct assessment of information by the public due to the ongoing process of obtaining the required approval of the Supervisory Board, which in turn could have an adverse effect on the legitimate interest of the Company. The Management Board further represents that it was able to ensure the confidentiality of the inside information during the period of delay.

FAMUR Spółka Akcyjna		(full issuer name)	
FAMUR S.A.	Electromechanical (ele)	(sector according to the WSE)	
(abbreviated issuer name)			
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(Tax Identification Number – NIP)			

SIGNATURES OF AUTHORISED REPRESENTATIVES

Date	Full name	Position	Signature
September 26th 2018	Adam Toborek	Vice President of the Management Board	
September 26th 2018	Beata Zawiszowska	Vice President of the Management Board	