

POLISH FINANCIAL SUPERVISION AUTHORITY

Current Report No 12/2016

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Abbreviated name of issuer:

DEBICA

Subject: Reduction in the production of tires in November and December 2016

Legal grounds: Article 17 sec. 1 of the Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse.

Report content:

The Management Board of Firma Oponiarska Dębica S.A. (the “**Company**”) informs about its decision to reduce production of tires in November and December 2016.

The Management Board took its decision following the information provided by the key export customer of the Company, i.e. Goodyear, about the reduction of orders in November and December 2016 for the tires made by the Company.

In comparison to planned production, the reduction will be:

- with respect to consumer tires – 23.19% in November and 43.25% in December 2016;
- with respect to commercial tires – 5.22% in November and 33.81% in December 2016.

As a result of the reduction, projected production in 2016 will be lower comparing to 2016 production plans by 3.02% for consumer tires and 3.86% for commercial tires.

Reduction of the production in November and December 2016 may have negative impact on financial results of the Company.