

DEBICA

RB 4/2020

**POLISH FINANCIAL SUPERVISION AUTHORITY
Current Report No 4/2020**

Date: March 17, 2020

Abbreviated name of issuer:
DEBICA

Subject: Temporary production stoppage and COVID-19 pandemic influence on Company operations.

Legal grounds:
Art. 17 item 1 MAR – confidential information

Report content:
Management Board of TC Dębica SA („the Company”) that today the Company decided to temporarily stop tyre production in Dębica factory. By decision of the Management Board, production is suspended in the period of 21 March – 3 April 2020, however this period may be extended.

Decision of the Company's Management Board has been made in consideration of health of associates and business partners as well as in response to negative impact of COVID-19 pandemic on the demand on Polish market and on markets where the Company's key customer, Goodyear concern, operates.

Reducing the factory work, referred to above, may influence the Company's financial results (this pertains to quarter, bi-annual and annual results), however on the day of preparation of this report the influence is not possible to be precisely estimated.

The Company continues sales and distribution operations and is prepared to resume production depending on the development of COVID-19 pandemic.

At the same time, with reference to the statement of the European Securities and Markets Authority (ESMA) and the announcement of the Polish Financial Supervision Authority (Komisja Nadzoru Finansowego, KNF), the Company reserves that due to the dynamic and the unpredictable situation of the coronavirus COVID-19 pandemic new circumstances may arise in the future, which may significantly affect the Company's operations and results.

The Company continually monitors the risks, however it reserves that as at the date of this report preparation it is not able to estimate the impact of the pandemic on long-term results, as this impact will also depend on factors that are beyond the Company's control or influence.

Should other significant events occur related to the impact of the COVID-19 pandemic on the Company's operations and should the Company have a reliable estimate of the possible impact of the above mentioned plant work reduction on results, the Company will provide relevant information in subsequent current reports.