

The Extraordinary Meeting of Ercros rejects the proposals submitted by the minority

The Extraordinary General Shareholders' Meeting of Ercros, held today in Barcelona, has rejected the three items on the agenda which are derived of those presented by shareholders representing the 3.28% of the share capital, which were considered to be were matters within the competence of the Board of Directors, and accordingly were excluded from the agenda of the Extraordinary Meeting held on 29 September.

These three points refer to the approval of: (i) a remuneration policy of premium for attendance to the Meeting which excludes the extraordinary meetings; (ii) a reduction of the annual maximum amount for all directors to receive that shall be set in EUR 350,000 and (iii) instruct the Board of Directors that in the case that benefits are obtained in 2016, a dividend may be distributed. In a public pronouncement the Board of Directors has recommended voting against all three items.

The Meeting was chaired by the substitute coordinating director, Lourdes Vega Fernández, in whose intervention she emphasized that "the Board of Directors willingness to pay a dividend in charge of this year has already become very clear" but that the moment to propose it, will be the next Annual General Meeting, when, in view of the exercise results, its implementation may be discussed".

The President recalled that the Board has also committed to launch a program of repurchase and cancellation of own shares up to a maximum of 5% of the share capital. "These decisions"-she said- must be framed in the will of the Board to restore the climate of social peace that had always prevailed in the company and which in recent years has been altered".

Lourdes Vega concluded her address to the Meeting asking for the trust of the shareholders in the following terms: "the company's progress is enviable; our share is the most revalued of the Spanish Stock Market this year; the strategy we are following is paying off and the Plan Act of investments that we are applying will transform the company in four years' time. I appeal to your trust so that we can continue along the path taken and allow us to devote all our efforts to ensuring the sustainability of the current situation".

8,983 shareholders have attended to the meeting holding 82,291,433 shares, representing 72.1% of the share capital with voting rights, of which 15.7% was present and 56.4% was represented.

Barcelona, November 15, 2016