

L.dz. ChA/1375/2019



Kielce, Oct. 28th, 2019

To whom it may concern

Termination of NWA actuators production at Chemar Armatura Sp. z o.o. beginning from 2020

Dear Madams/Sirs.

Since over 60 years Chemar Armatura Sp. z o. o. has been active in the market as a renowned producer and supplier of valves for main investment and industrial sectors in Poland and abroad.

As commercial power industry has always been the Company's major area of interest, we have been keen to ensure that our high pressure valves with accessories, particularly including electromechanical actuators, are up to high qualitative and functional standards.

A rapid growth of the market makes the Company constantly adjust its current and future production and technological strategy to a dynamic environment.

As a consequence, over the last 2 years the Company got involved in the implementation of a large investment project accounting for more than PLN 30 million. Our entire production was changed to use the most advanced CNC technology, new welding and hard facing methods were acquired, the fittings design was modified and the plant's infrastructure was refurbished. Chemar Armatura Sp. z o. o. has resolved to primarily focus its operations on the production of high-pressure valves: globe valves, gates valves, check and control valves, and safety valves. It is our strong desire to assume a leadership role in the market on the basis of the Company's long-term experience and to constantly expand the range of products offered.

The Company's perceptions about its current and future role led us to enter into talks with the world's largest manufacturer of actuators, AUMA. We wish to inform you that under an Agreement concluded in 2019, beginning from 2020, whilst still offering actuators for our valves, we are going to stop producing the NWA actuators currently manufactured by Chemar Armatura Sp. z o. o.

The above Agreement will fully safeguard your rights in the transitional period in case you require service, spare parts, current minor or major repairs of the NWA actuators used.

At the same time, Chemar Armatura and AUMA still will provide you full technical and commercial assistance and service regarding your current and future investment and modernization needs.

You will be notified of detailed rules of future cooperation in a separate communication as soon as possible.

We wish to thank you for your kindness, cooperation and all the support that you have given so far.

Kind regards

awnehrin

Rafał Wawrzeńczyk COO, Chemar Armatura Sp. z o.o.



CHEMAR ARMATURA Sp. z o.o. ul. Olszewskiego 6 25-953 Kielce POLAND

Sąd Rejonowy Kielce KRS: 00000 68958 Kapitał Zakładowy: 9 682 000 PLN NIP: PL 959 15 03 417 REGON: 292 449 587

Konto bankowe: Bank Millennium S.A Nr: 97 1160 2202 0000 0002 7164 9304 e-mail: biuro@armatura-chemar.pl

tel.: 41 367 56 26 fax: 41 367 56 29 web: www.armatura-chemar.pl