



Lecico reached final settlement with Mohandes Insurance Co.

**Alexandria, 16<sup>th</sup> May 2011** – Lecico Egypt announced that it has signed yesterday May 15, 2011 the settlement agreement with Mohandes Insurance Co. As per this agreement Mohandes made final settlement amounting to LE 41 million against the claim relating to the fire that occurred on June 1, 2010. This amount will be made in two payments; the first on May 22, 2011 and the second on June 20, 2011.

In light of this settlement agreement and the provisions taken at the end of 2010, Lecico does not anticipate any impact on its profit and loss accounts related to its insurance claim in 2011.

## About Lecico

Lecico (Stock symbols: LECIq.L; LECI LI; LCSW.CA; LECI EY) is a leading producer of export-quality sanitary ware in the Middle East and one of the largest tile producers in Egypt and Lebanon, with over 45 years of experience in the industry and decades of experience as an exporter to developed markets.

Lecico benefits from significant cost advantages in labour, energy and investment costs resulting from its economies of scale and location in Egypt and Lebanon. Lecico's marketing strategy is to use its cost advantages to target the mass market with high quality pieces at competitive prices.

Lecico exports over half its sanitary ware production and has a significant presence in the United Kingdom and other European markets. Most of the Company's exports are done under the Lecico brand, although it also produces for other European brands.

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## Forward-looking statements

This release may contain certain "forward-looking statements", relating to the Company's business, which can be identified by the use of forward-looking terminology such as "will", "planned", "expectations", "forecast" or similar expressions, or by discussions of strategy, plans or intentions. Such statements may include descriptions of investments planned or currently under development by the company and the anticipated impact of these investments. Such statements reflect the current views of the Company with respect to future events and are subject to certain risks, uncertainties and assumptions. Many factors could cause the actual results, performance or achievements of the Company to be materially different from any future results that may be expressed or implied by such forward-looking statements.