

TO THE SPANISH NATIONAL SECURITIES MARKET COMMISSION

Ercros, S.A. (“**Ercros**” or the “**Company**”), in compliance with the provisions in article 82 of the Securities Market Law, discloses the following

RELEVANT FACT

The Board of Directors of Ercros, on 11th of January 2013, has resolved to carry out the second of the capital increases provided in the agreement signed, on the 9th of March 2012, with YA Global Dutch, B.V. (the “**Fund**”), an affiliate of a mutual fund managed by an American company, Yorkville Advisors LLC (“**Yorkville**”). The details of this agreement are included in the Relevant Fact sent to the Spanish National Securities Market Commission (CNMV) on the 12th of March, bearing reference number 160,119.

Pursuant to the provisions in said agreement, the capital increase, which is to take place without any pre-emptive stock rights applying, shall be fully subscribed by the Fund, the formal acceptance of which was received yesterday, 15th of January, by the Company.

The amount of this increase is 549,278.56 euros and it is taking place via the issue of 1,183,790 shares with a nominal value of 0.30, with a share premium of 0.164 euros/share, representing an issue price of 0.464 euros/share.

In order to set this issue price, which is backed by a favourable report by the independent auditor designated by the Barcelona Mercantile Registry, the Board of Directors used as reference the weighted average share Price of the last quarter (from the 11th of October 2012 to the 11th of January 2013), as they consider it is the best reflection of the price of the shares in the Company, because in this way less importance is given to the volatility associated to the closing price and the traded volume on any given date.

The new shares that are to be issued represent 1.166% of the shares currently outstanding. After this operation, the share capital of Ercros will amount to 30,805,531.50 euros and it will be represented by 102,685,105 shares.

The low amount of the increase means that, in respect of the closing price as of the 11th of January, the net book value of the pre-emption rights that are excluded is virtually irrelevant (0.00059 euros).

The directors of the Company consider that it is appropriate, in the current economic environment, to increase the amount of the Company’s shareholders’ equity in order to enhance the perception thereof among its major suppliers and customers, which shall have a positive effect on the evolution of the Company and in this way it shall benefit the corporate interests and the shareholders themselves.

Barcelona, the 16th of January 2013