



Current report no.: 52/2020
Date: 2020-12-21
Name of the Issuer: FERRUM S.A.
Title: Update of information regarding legal action against affiliated company
Legal basis: Art. 17 item 1 MAR – inside information

Content of the report:

With reference to current report no. 43/2020 dated 30th October 2020 on information regarding legal action against affiliated company Zakład Konstrukcji Spawanych FERRUM S.A. (ZKS FERRUM) by Termetal Piotr Glaner sp. k. (Counterparty), the Management Board of FERRUM S.A. (Company, Issuer) informs that on 21st December 2020 ZKS FERRUM received from District Court in Katowice a copy of petition regarding proceedings by writ of payment of the amount of PLN 37.7 mio. enlarged by the value of the statutory interest accrued from June 2020 (Petition).

The claims covered by the Petition result from the alleged delivery by ZKS FERRUM to the Counterparty of a faulty product. The damages includes the Counterparty's costs and its lost profits.

In accordance with the information gained on the day of receiving the Petition, the Counterparty also filed a motion on securing the claim for paying the amount equivalent to the value of the dispute subject against ZKS FERRUM's assets, whereas the motion was dismissed by the District Court in Katowice. Moreover, on grounds of delivering the Petition, the District Court in Katowice did not find grounds to issue a writ of payment, due to doubts on validity of the claim and its value.

The Issuer sustains its point of view that the Counterparty's claim against ZKS FERRUM is fully unfounded and it is covered by the FERRUM Capital Group's insurance policy. It is known to the Issuer that ZKS FERRUM intends to undertake all necessary legal means aiming at protection of ZKS FERRUM and the Issuer's interests.

The Issuer shall inform in further current reports on any significant events resulting from the proceedings.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2020-12-21	President of the Management Board	Krzysztof Kasprzycki
2020-12-21	Vice-President of the Management Board	Honorata Szlachetka