

**Current Report:** 5/2021**Date:** 2021-04-08**Name of the Issuer:** FERRUM S.A.**Title:** Information on FERRUM's placing the lowest price offer within executive proceeding organised by GAZ-SYSTEM**Legal basis:** Art. 17 item 1 MAR – inside information**Content of the Report:**

The Management Board of FERRUM S.A. (Company, Issuer) hereby informs that on 8th April 2021 it received information on opening by Operator Gazociągów Przesyłowych GAZ-SYSTEM S.A. (GAZ-SYSTEM, Ordering Party) of offers filed within proceeding on granting public order for deliveries of coated steel pipes for Pipeline Gustorzyn - Wronów (Executive Proceeding), organized within the framework agreement mentioned by the Company in current report no. 33/2019.

The Company's offer with the value of ca. EUR 38.9 mio. net, i.e. ca. EUR 47.8 mio. gross, which is equivalent to ca. PLN 178.5 mio. net (ca. PLN 219.5 mio. gross) in accordance with exchange rate of the National Bank of Poland as of the day of offers' opening, turned out to be the lowest in part 1 of this proceeding in accordance with to criterion of assessing the offers (criterion importance – 100%).

The price of the offer placed by the Company exceeds the amount the Ordering Party has designed for implementation of the aforementioned investment, which is PLN 183.7 mio. gross.

Specification of important terms and conditions of the aforementioned order foresees that execution of deliveries (apart from one delivery till the end of I half-year 2021) shall take place till the end of Q1 2022.

The condition for concluding agreement between the Company and the Ordering Party within the Executive Proceeding is fulfilling all formalities which need to be fulfilled in accordance with Tender Law Act, as well as the Issuer's establishing due performance guarantee in the amount of 10% of the total gross value of remuneration mentioned above.

Subsequent important events related to the Executive Proceeding shall be subject to separate current report.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2021-04-08	President of the Management Board	Krzysztof Kasprzycki
2021-04-08	Holder of a Commercial Power of Attorney	Wojciech Zeidler