



Current Report: 6/2021

Date: 2021-04-23

Name of the Issuer: FERRUM S.A.

Title: Initial financial results for 2020

Legal basis: Art. 17 item 1 MAR – inside information

Content of the Report:

The Management Board of FERRUM S.A. (Issuer, Company) informs that on 23rd April 2021, with regard to the completion of financial data aggregation process initiated in order to prepare annual reports of the Company and the Issuer's Capital Group for 2020, it was decided to publish the initial standalone and consolidated financial results for the referred period.

Stand-alone net revenue from sales of products, goods and materials in 2020 amounted to app. PLN 447 395 thousand and was by PLN 69 505 thousand, i.e. by ca. 18% higher than the revenue of comparable period of previous year. In 2020 the Company implemented deliveries to OGP GAZ-SYSTEM S.A. within partial agreement being subject to current report no. 54/2019. Comparing to analogical period of previous year, the Issuer registered improvement of gross result on sales of products, goods and materials (understood as gross profit from sale diminished by costs of management and costs of sales) from loss of PLN 3 107 thousand in 2019 to profit of PLN ca. 57 thousand in previous year. In 2020 the Company achieved operating loss of ca. PLN 721 thousand, which resulted from inter alia lower income from other operations and which was lower by ca. PLN 246 thousand than the operating loss in 2019. The accrual valuation of liabilities in foreign currencies in line with stipulations of MSR/MSSF and costs of external financing caused the Issuer's net loss of ca. PLN 13 658 thousand.

Consolidated net revenue from sales of products, goods and materials in 2020 amounted to app. PLN 551 363 thousand, which means increase by the amount of PLN 101 937 thousand, i.e. by ca. 23% in comparison to the revenue of comparable period of previous year. Higher net consolidated revenue from sales resulted from higher sales of products in both the parent company FERRUM S.A. and affiliated company ZKS FERRUM S.A. Comparing to analogical period of previous year, FERRUM Capital Group (Group) registered increase of gross profit from sales from PLN 4 219 thousand to PLN 7 111 thousand. Consolidated operating profit of the Group in 2020 amounted to app. PLN 4 950 thousand. The Group recorded net loss of app. PLN 8 876 thousand in 2020. Consolidated net loss in 2020 resulted from inter alia the Issuer's negative net result.

Detailed information on the final financial results of the Company and FERRUM Capital Group for 2020 shall be made public on 29th April 2021.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2021-04-23	President of the Management Board	Krzysztof Kasprzycki
2021-04-23	Vice-President of the Management Board	Honorata Szlachetka