

**Current Report:** 3/2022**Date:** 2022-03-03**Name of the Issuer:** FERRUM S.A.**Title:** Information on possible influence of political and economic situation resulting from Russia's military action in Ukraine on the Issuer's business**Legal basis:** Art. 17 item 1 MAR – inside information**Content of the Report:**

The Management Board of FERRUM S.A. [Issuer] informs that on 3rd March 2022 it concluded analysis of present geoeconomic circumstances and decided to publish information on current assessment of influence of on-going war in Ukraine on production of steel materials and FERRUM's business.

As of the day of publishing this current report, the Issuer continues its production without any disturbance, orders in progress are implemented using starting material deliveries secured in advance.

Among deliverers of goods and materials used in the sector, first of all steel and coils for pipe production, there are i.a. entities trading with goods from Russia, Belarus and Ukraine, who foresee that until political situation in Europe is settled, they might not be able to deliver the ordered materials and goods obeying terms and scope stipulated in signed agreements. In the Issuer's opinion it may influence the delivery chains and in result the Issuer's contractual abilities. Despite diversified deliverers' portfolio, the possible suspending of deliveries may also lead to delays or lack of possibility of implementing of particular orders by the Issuer.

Additionally, the Issuer points to forecasted limited access to raw materials used for production of starting material, i.e. first of all coal and iron ore, from the Russian, Belarussian and Ukrainian market. As of the day of publishing this current report, the Company received information that European steel producers announced temporary suspending of placing new orders and confirming orders for steel coils, which affects the possibility of the Issuer's current contracting. Therefore, the Issuer is forced to adjust terms and conditions of offering its products to current market situation, including also the possibility of suspending the already placed offers.

The Issuer in advance undertook actions aimed at securing deliveries of starting materials from alternative sources and directions, however doubtlessly the actual influence of current situation in steel industry on the Issuer's possibility to implement consecutive deliveries in the future is difficult to foresee as of the day of publishing this current report.

The Company Management Board monitors the geopolitical situation and its potential results for steel market and it shall inform the public on subsequent crucial updates in form of current reports.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2022-03-03	President of the Management Board	Krzysztof Kasprzycki
2022-03-03	Vice-president of the Management Board	Honorata Szlachetka