

**Current Report:** 20/2022**Date:** 2022-06-20**Name of the Issuer:** FERRUM S.A.**Title:** Information on the submission by FERRUM of offer with lowest price in proceeding organized 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 20th June 2022 it received information on results of opening by Operator Gazociągów Przesyłowych GAZ-SYSTEM S.A. (Ordering Party) of offers filed within two parts of procedure for granting a public procurement resulting from conducted framework agreements for deliveries of new coated steel pipes for execution of pipeline Rembelszczyzna – Mory (executive procedure no. 16).

The offers submitted by the Issuer in both parts of the aforementioned procedure with total value of ca. EUR 5.7 mio. net, i.e. ca. EUR 7.0 mio. gross (which is equivalent to ca. PLN 26.8 mio. net and PLN 32.9 mio gross, in accordance with the exchange rate of the National Bank of Poland as of the date of offers' opening), turned out to be the most advantageous.

The criterion for choosing the offers by the Ordering Party was the total gross price - criterion importance 100%.

The specification of essential terms of the order provides for the delivery of coated steel pipes with diameter of DN 700 and DN 1000 with total length of ca. 12.4 km from mid-January 2023 till the end of July 2023.

Gross price of the offer placed by the Issuer within the first part of the procedure mentioned above, i.e. equivalent of ca. PLN 3.66 mio. gross insignificantly exceeds the amount presented during offers' opening, which the Ordering Party intends to spend on financing the aforementioned first part of the investment, i.e. ca. PLN 3.62 mio. gross, however total gross price of both offers placed by the Issuer within both parts of the aforementioned procedure does not exceed the total amount presented during offers' opening, which the Ordering Party intends to spend on financing the aforementioned investment, i.e. ca. PLN 39.7 mio. gross.

Subsequent important events related to the above mentioned proceeding shall be subject to the Issuer's separate current report.

SIGNATURES OF PERSONS REPRESENTING THE COMPANY

Date	Position	First name and surname
2022-06-20	President of the Management Board	Krzysztof Kasprzycki
2022-06-20	Vice-President of the Management Board	Honorata Szlachetka