

**Current Report:** 31/2022  
**Date:** 2022-09-23  
**Name of the Issuer:** FERRUM S.A.  
**Title:** Initial financial results for the I half-year 2022  
**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 23<sup>rd</sup> September 2022, with regard to the completion of financial data aggregation process initiated in order to prepare consolidated report for the I half-year 2022, 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 the I half-year 2022 amounted to app. PLN 470 830 thousand and was by PLN 165 974 thousand, i.e. by ca. 54%, higher than the revenue of comparable period of previous year. The obtained revenue from sales results from inter alia deliveries to OGP GAZ-SYSTEM S.A. within partial agreement being subject to current reports no. 14/2021 and 12/2022, i.e. deliveries of steel pipes for pipeline Gustorzyn – Wronów order 2. The profit on sales in the I half-year 2022 (understood as gross profit from sale diminished by costs of management and sales) amounted to ca. PLN 24 793 thousand, in comparison to PLN 15 483 thousand in comparable period of previous year. In the first half-year 2022 the Company achieved operating profit of ca. PLN 18 056 thousand, higher by ca. PLN 3 887 thousand than the operating profit achieved in the I half-year 2021. Within net result in the I half-year 2022 the Issuer also achieved profit of ca. PLN 7 781, however due to higher financial costs and increased interest rates it was lower by ca. PLN 1 514 thousand than the net result in the I half-year 2021.

Consolidated net revenue from sales of products, goods and materials in the I half-year 2022 amounted to app. PLN 515 429 thousand, which means increase by the amount of PLN 171 718 thousand, i.e. by ca. 50% in comparison to the revenue of comparable period of previous year. Comparing to analogical period of previous year, FERRUM Capital Group (Group) registered increase of profit from sales from PLN 17 230 thousand to PLN 26 074 thousand. Consolidated operating profit of the Group in the I half-year 2022 amounted to app. PLN 19 594 thousand and was higher by ca. PLN 3 403 thousand than the operating profit in the I half-year 2021. The Group recorded profit of app. PLN 8 090, however due to higher financial costs and increased interest rates it was lower by ca. PLN 1 664 thousand than the consolidated net result in the I half-year 2021.

Moreover, the Issuer informs that the aforementioned initial results were aggregated in accordance with the Company's best knowledge and under the proviso that no circumstances occur during further works, which would result in necessity of significant one-shot operations of accounting nature.

Detailed information on the final financial results of the Company and FERRUM Capital Group in the I half-year 2022 shall be made public on 30<sup>th</sup> September 2022.

**SIGNATURES OF PERSONS REPRESENTING THE COMPANY**

<b>Date</b>	<b>Position</b>	<b>First name and surname</b>
2022-09-23	President of the Management Board	Krzysztof Kasprzycki
2022-09-23	Vice-President of the Management Board	Honorata Szlachetka